

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

**FINANCIAL STATEMENTS
AND
INDEPENDENT AUDITOR'S REPORT**

June 30, 2015

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

**FINANCIAL STATEMENTS
For the Year Ended June 30, 2015**

TABLE OF CONTENTS

	<u>Statement</u>	<u>Page Number</u>
Independent Auditor's Report		1
FINANCIAL STATEMENT		
Summary of Cash Receipts, Expenditures and Unencumbered Cash	1	3
Notes to the Financial Statements		7
	<u>Schedule</u>	<u>Page</u>
Additional Information		
Summary of Expenditures - Actual and Budget	1	17
Schedule of Receipts and Expenditures - Actual and Budget	2	
General Funds		19
Special Purpose Funds		22
Bond and Interest Fund		47
Capital Project Funds		48
Trust Funds		54
Schedule of Receipts and Disbursements - Agency Funds	3	58
Schedule of Receipts, Expenditures and Unencumbered Cash - District Activity Funds	4	60
Detailed Schedule of General Fund Expenditures	5	62
Schedule of Expenditures of Federal Awards	6	64
Notes to Schedule of Expenditures of Federal Awards		66
Special Reports		
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statements Performed in Accordance With Government Auditing Standards		67
Independent Auditor's Report on Compliance With Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance with OMB Circular A-133		69
Schedule of Findings and Questioned Costs		71
Graphs		73

INDEPENDENT AUDITOR'S REPORT

Board of Education
Unified School District Number 495
Larned, Kansas

Report on Financial Statements

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District Number 495, Larned, Kansas, as of and for the year ended June 30, 2015 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note I to meet the financial reporting requirements of the State of Kansas; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal controls. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinions

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note I of the financial statement, the financial statement is prepared by the Unified School District Number 495, Larned, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note I and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis of Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District Number 495, Larned, Kansas as of June 30, 2015, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the Unified School District Number 495, Larned, Kansas as of June 30, 2015, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note I.

Other Matters***Report on Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditure-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, and schedule of regulatory basis receipts and expenditures-agency funds, (Schedules 1, 2, 3, 4 and 5 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. The accompanying Schedule of Expenditures of Federal Awards (Schedule 6) is also presented for purposes of additional analysis as required by *U.S. Office of Management and Budget Circular A-133 Audits of States, Local Governments and Non-Profit Organizations* and is also not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note I.

Other reporting required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated February 3, 2016, on our consideration of the Unified School District Number 495's internal control over financial reporting and on out tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Unified School District Number 495's internal control over financial reporting and compliance.



Agler & Gaeddert, Chartered
February 3, 2016

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Summary Statement of Receipts, Expenditures and Unencumbered Cash Regulatory Basis For the Year Ended June 30, 2015

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>
General Funds:		
General Fund	\$ 10,002.04	\$ 0.00
Supplemental General Fund	243,302.05	0.00
Special Purpose Funds:		
At Risk 4 Year Old Fund	68,749.29	0.00
At Risk Fund	995,361.68	151.80
Bilingual Education Fund	40,328.40	0.75
Capital Outlay Fund	1,707,717.99	0.00
Driver Training Fund	30,322.53	0.00
Food Service Fund	177,449.04	0.00
Professional Development Fund	65,484.12	0.00
Parent Education Fund	15,000.00	0.00
Special Education Fund	745,763.02	0.00
Vocational Education Fund	157,971.04	0.00
Gifts & Grants Fund	15,440.93	0.00
KPERs Special Retirement Fund	0.00	0.00
Contingency Fund	686,350.00	0.00
Textbook Rental Fund	104,091.48	1,035.96
Tuition Reimbursement Fund	3,039.08	0.00
Co-op Special Education Fund	377,271.63	251.78
Recreation Commission Fund	56,300.49	0.00
Recreation Commission Employee Benefit Fund	12,411.62	0.00
Title I 2015 Fund	0.00	135.64
Title I 2014 Fund	0.00	0.00
Title I 2013 Fund	0.00	0.00
Title II A 2015 Fund	0.00	0.00
Title II A 2014 Fund	0.00	0.00
Miscellaneous Federal Grants Fund	0.00	0.00
District Activity Funds	70,725.98	0.00
Bond and Interest Funds:		
Bond and Interest Fund	137,083.47	0.00
Capital Project Funds:		
School Project Series A Fund	0.00	0.00
Cost of Issuance Series A Fund	0.00	0.00
Compliance Series A Fund	0.00	0.00
School Project Series B Fund	0.00	0.00
Cost of Issuance Series B Fund	0.00	0.00
Compliance Series B Fund	0.00	0.00

The accompanying notes are an integral part of this statement.

Statement 1

Receipts	Expenditures	Ending Unencumbered Cash Balance	Encumbrances and Accounts Payable	Ending Cash Balance
\$ 6,945,445.10	\$ 6,955,447.08	\$ 0.06	\$ 12,450.90	\$ 12,450.96
2,308,438.14	2,321,665.85	230,074.34	44,604.60	274,678.94
75,000.00	72,163.57	71,585.72	0.00	71,585.72
1,392,857.77	1,393,826.15	994,545.10	0.00	994,545.10
52,870.47	46,570.78	46,628.84	0.00	46,628.84
948,565.47	552,939.81	2,103,343.65	37,991.50	2,141,335.15
13,621.00	12,298.40	31,645.13	0.00	31,645.13
518,900.85	522,720.37	173,629.52	405.99	174,035.51
45,276.06	50,141.26	60,618.92	0.00	60,618.92
42,978.00	42,978.00	15,000.00	3,085.11	18,085.11
1,780,018.51	1,646,468.31	879,313.22	0.00	879,313.22
135,000.00	146,300.20	146,670.84	1,844.45	148,515.29
15,384.41	21,048.76	9,776.58	0.00	9,776.58
811,151.29	811,151.29	0.00	0.00	0.00
0.00	0.00	686,350.00	0.00	686,350.00
70,915.63	70,788.26	105,254.81	0.00	105,254.81
1,111,443.82	1,111,456.81	3,026.09	7,292.42	10,318.51
2,795,068.63	2,828,601.85	343,990.19	7,987.68	351,977.87
120,260.02	125,000.00	51,560.51	0.00	51,560.51
30,066.48	32,000.00	10,478.10	0.00	10,478.10
172,810.00	172,945.64	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
50,404.00	50,404.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00	0.00
0.00	8,735.00	(8,735.00)	8,735.00	0.00
140,326.13	129,525.79	81,526.32	0.00	81,526.32
301,466.73	0.00	438,550.20	0.00	438,550.20
19,480,695.31	81,722.36	19,398,972.95	0.00	19,398,972.95
94,950.00	58,811.92	36,138.08	270.00	36,408.08
3,000.00	0.00	3,000.00	0.00	3,000.00
2,781,030.37	19,019.58	2,762,010.79	0.00	2,762,010.79
41,100.00	34,400.96	6,699.04	270.00	6,969.04
500.00	0.00	500.00	0.00	500.00

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2015

<u>Funds</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>
Trust Funds:		
Anita Martin Memorial Fund	\$371.87	\$0.00
Harold B. Martin Memorial Fund	299.90	0.00
Marvin Webster Memorial Fund	3,735.00	0.00
BC/BS Fund	<u>0.00</u>	<u>0.00</u>
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 5,724,572.65</u>	<u>\$ 1,575.93</u>

Composition of Cash:

The accompanying notes are an integral part of this statement.

Statement 1

<u>Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Encumbrances and Accounts Payable</u>	<u>Ending Cash Balance</u>
\$0.00	\$0.00	\$371.87	\$0.00	\$371.87
50.00	83.61	266.29	0.00	266.29
0.00	0.00	3,735.00	0.00	3,735.00
<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<u>\$ 42,279,594.19</u>	<u>\$ 19,319,215.61</u>	<u>\$ 28,686,527.16</u>	<u>\$ 124,937.65</u>	<u>\$ 28,811,464.81</u>
Cash on Hand				\$ 200.00
Checking Account				26,135.35
NOW Accounts				(289,215.29)
Saving Accounts				29,147,598.27
Petty Cash				<u>8,800.00</u>
Total Cash				28,893,518.33
Agency Funds per Schedule 3				<u>(82,053.52)</u>
Total Reporting Entity (Excluding Agency Funds)				<u>\$ 28,811,464.81</u>

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. REPORTING ENTITY

Unified School District No. 495, Larned, Kansas (District) is a municipal corporation governed by an elected seven member board. These financial statement presents Unified School District No. 495 (the municipality) and does not include any of its related municipal entities.

B. BASIS OF ACCOUNTING

Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America. The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the municipality to use the regulatory basis of accounting.

C. REGULATORY BASIS FUND TYPES

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund - used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Capital Project fund - used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

Trust fund - funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

Agency fund - funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

D. ASSETS AND LIABILITIES

1. CASH AND INVESTMENTS

Cash balances from all funds are combined and invested to the extent available. Cash and investments consist of interest bearing checking accounts, savings accounts, money market accounts, and certificates of deposit. Earnings from these investments are allocated to designated funds. Cash and investments are stated at cost.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

2. COMPENSATED ABSENCES

Vacation Policy: After one year of employment, all twelve month employees will receive one week paid vacation. After second year of employment, all twelve month employees will receive two weeks paid vacation. These employees will be entitled to three weeks paid vacation after ten full years of employment. All twelve month employees can accumulate vacation days up to the amount of the previous year, plus current year's entitlement. Upon retirement, death, or separation of employment after five years of service, the employee is compensated for all unused and accumulated vacation leave at the employee's current daily rate of pay. The potential liability for vacation leave as of June 30, 2015 and 2014 is \$36,588.78 and \$28,679.37, respectively, which is a net change of \$7,909.41.

Sick Leave:

Classified Employees: All new employees will be credited one sick leave day at the end of each 30 calendar days for the first year of employment. At the beginning of each school year, returning classified employees shall be credited with one day of sick leave for each month of employment, which shall accumulate to a total of one half of the employee's contracted days. Upon retirement, death, or separation of employment after five years of service, the employee is compensated for all unused and accumulated sick leave at \$10.00 per day.

Twelve month Salaried and Administrators/Directors: At the beginning of each school year, twelve month salaried and Administrators/Directors shall be credited with 15 - 19 days of sick leave depending on the length of their contract. Which shall accumulate to a total of one half of the employee's contracted days. Upon retirement, death, or separation of employment, the employee is compensated for all unused and accumulated sick leave at \$20.00 per day.

Certified Employees: At the beginning of each school year, each teacher is granted six days of sick leave. The unused portion can accumulate to a total of 90 days. Upon retirement, death, or separation of employment after five years of service, the employee is compensated for all unused and accumulated sick leave at \$15.00 per day.

The potential liability for sick leave as of June 30, 2015 and 2014 is \$68,639.50 and \$68,498.20, respectively, which is a net change of \$141.30.

Personal Leave:

Classified Employees: New employees will be awarded one day after the first 6 months worked. Nine and ten month employees hired after January 1st will not be eligible for personal leave for the remainder of the first school year. All returning classified employees will receive three personal days per year. Any unused personal leave shall be added to the employee's sick leave balance subject to the maximum accumulation provisions described above. After five years of employment, an employee may choose to be compensated for unused personal leave at the conclusion of each school year. The compensation for each unused personal day shall be the employee's regular rate of pay per day up to \$50.00 per day. This compensation is added to the employee's final check for the school year.

Certified Employees: Teachers will receive six personal days per year. Any unused personal leave shall be added to the employee's sick leave balance at a rate of two sick days for every one unused personal day subject to the maximum accumulation of 90 days. Teachers may choose to be compensated for unused personal leave at the conclusion of each contract year. The compensation for each unused personal day shall be \$75.00 per day. This compensation is added to the teacher's final check for the contract year.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE I - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES - continued

E. RECEIPTS AND EXPENDITURES

1. AD VALOREM TAX REVENUE

The determination of assessed valuation and the collection of property taxes for all political subdivisions in the State of Kansas is the responsibility of the various counties. The County Appraiser's Office annually determines assessed valuation and the County Clerk spreads the annual assessment to the taxing units. One-half of the property taxes are due December 20 and distributed to the District by January 20 to finance a portion of the current year's budget. The second half is due May 10 and distributed by June 5th. The District Treasurer draws funds from the County Treasurer's Office at designated times through the year.

2. REIMBURSED EXPENSES

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

NOTE II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. BUDGETARY INFORMATION

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), and bond and interest funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding fiscal year on or before August 1st.
2. Publication in local newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for this year.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

Adjustments to Comply with Legal Max - Unified school districts use this line item (for use in the budget column only) to adjust the certified budget to comply with the "Legal Max" budget. The State Board of Education calculates the "Legal Max" budget using enrollment figures. The district's budgeted expenditures are limited to the lower of published budget or the "Legal Max" budget.

Adjustment of Qualifying Budget Credits - Districts may use this line for any budgeted fund. The adjustment would be a positive amount. All budget adjustments must be authorized by Kansas statutes. Examples include: expenditure of federal grant monies, gifts and donations, and receipts authorized by law to be spent if they were reimbursed expenses.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE II - STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY - continued

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds:

Gifts & Grants Fund
Contingency Fund
Textbook Rental Fund
Title I 2015 Fund
Title I 2014 Fund

Title I 2013 Fund
Title II A 2015 Fund
Title II A 2014 Fund
Miscellaneous Federal Grants Fund
District Activity Funds

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. LONG TERM DEBT

The District is subject to statutes of the State of Kansas, which limits the net bonded debt. The debt outstanding may not exceed 14% of the assessed value of all tangible property within the District unless additional authority is granted by the Kansas Board of Education. The amount of bonds outstanding is computed exclusive of certain bonds specifically exempted from this limitation. At June 30, 2015, the statutory limit for the District was \$7,697,820.90. Current debt exceeds this limit and a waiver was received from the Kansas State Board of Education.

C. COMPLIANCE WITH KANSAS STATUTES

References made herein to the statutes are not intended as interpretations of law, but are offered for consideration of the Director of Accounts and Reports and interpretation by the County Attorney and legal representation of the District.

Management is not aware of any violations during the year.

The Miscellaneous Federal Grants Fund showed a negative ending unencumbered cash balance of \$8,735.00 for the year ended June 30, 2015. K.S.A. 10-1116a provides that under certain situations, the fund can end the year with a negative unencumbered cash balance and therefore, be exempt from the cash basis law of the State of Kansas. This fund met the criteria under the statutes, and therefore, is not deemed to be in violation of the Kansas cash basis law.

D. IN-SUBSTANCE RECEIPT IN TRANSIT

The District received \$429,615.00 (\$410,763.00 in General and \$18,852.00 in Supplemental General) subsequent to June 30, 2015 and as required by K.S.A. 72-6417 and 72-6434 the receipt was recorded as an in-substance receipt in transit and included as a receipt for the year ended June 30, 2015.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas****NOTES TO FINANCIAL STATEMENTS****June 30, 2015****NOTE III - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS****A. DEPOSITS AND INVESTMENTS**

Deposits - K.S.A. 9-1401 established the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance, bank guarantee bonds, or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas District, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. The District did not have any designated "peak periods" for the current year. All deposits were legally secured at June 30, 2015.

At June 30, 2015 the District's carrying amount of deposits was \$28,893,518.33 and the bank balance was \$29,497,044.84. The bank balance was held by four banks resulting in a concentration of credit risk. Of the bank balance, \$872,815.64 was covered by federal depository insurance, and \$28,624,229.20 was collateralized with securities held by the pledging financial institution's agents in the District's name.

Investment Policy - K.S.A. 12-1675 limits the District's investments of idle funds to time deposits, open accounts, and certificates of deposit with the allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices. The District has no investments other than certificates of deposit.

Concentration of Credit Risk - State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial Credit Risk - Investments - For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

B. CAPITAL PROJECTS

Capital project authorizations with approved change orders compared with expenditures from inception are as follows:

	Project Authorization	Interest Credited to Fund	Total Project Authorization	Expenditures To Date
School Project - Elem. School	\$ 19,400,000.00	\$ 695.31	\$ 19,400,695.31	\$ 81,722.36
School Project - High School	2,800,000.00	98.97	2,800,098.97	19,019.58

C. LONG TERM DEBT

Changes in long-term liabilities for the District for the year ended June 30, 2015, were as follows:

Issue	Interest	Date of Issue	Amount of Issue	Date of Final Maturity
General Obligation Bonds:				
Series 2015-A	3.00-5.00%	6/24/2015	\$ 19,400,000.00	10/1/2035
Series 2015-B	2.00%	6/24/2015	2,800,000.00	10/1/2019

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE III - DETAILED NOTES ON ALL FUNDS AND ACCOUNT GROUPS - continued

C. LONG TERM DEBT - continued

	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
General Obligation Bonds:					
Series 2015-A	\$ 0.00	\$ 19,400,000.00	\$ 0.00	\$ 19,400,000.00	\$ 0.00
Series 2015-B	0.00	2,800,000.00	0.00	2,800,000.00	0.00
Total Contractual Indebtedness	<u>\$ 0.00</u>	<u>\$ 22,200,000.00</u>	<u>\$ 0.00</u>	<u>\$ 22,200,000.00</u>	<u>\$ 0.00</u>

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	6/30/2016	6/30/2017	6/30/2018	6/30/2019
Principal				
GO Bonds	\$ 0.00	\$ 380,000.00	\$ 845,000.00	\$ 855,000.00
Total Principal	<u>0.00</u>	<u>380,000.00</u>	<u>845,000.00</u>	<u>855,000.00</u>
Interest				
GO Bonds	635,873.70	822,606.28	809,606.28	791,106.28
Total Interest	<u>635,873.70</u>	<u>822,606.28</u>	<u>809,606.28</u>	<u>791,106.28</u>
Total Principal & Interest	<u>\$ 635,873.70</u>	<u>\$ 1,202,606.28</u>	<u>\$ 1,654,606.28</u>	<u>\$ 1,646,106.28</u>
	6/30/2020	6/30/2021 - 6/30/2025	6/30/2026 - 6/30/2030	6/30/2031 - 6/30/2035
Principal				
GO Bonds	\$ 875,000.00	\$ 4,825,000.00	\$ 5,850,000.00	\$ 7,000,000.00
Total Principal	<u>875,000.00</u>	<u>4,825,000.00</u>	<u>5,850,000.00</u>	<u>7,000,000.00</u>
Interest				
GO Bonds	772,231.28	3,234,356.40	2,147,915.77	1,011,106.29
Total Interest	<u>772,231.28</u>	<u>3,234,356.40</u>	<u>2,147,915.77</u>	<u>1,011,106.29</u>
Total Principal & Interest	<u>\$ 1,647,231.28</u>	<u>\$ 8,059,356.40</u>	<u>\$ 7,997,915.77</u>	<u>\$ 8,011,106.29</u>
	6/30/2036 - 6/30/2040	Total		
Principal				
GO Bonds	\$ 1,570,000.00	\$ 22,200,000.00		
Total Principal	<u>1,570,000.00</u>	<u>22,200,000.00</u>		
Interest				
GO Bonds	31,400.00	10,256,202.28		
Total Interest	<u>31,400.00</u>	<u>10,256,202.28</u>		
Total Principal & Interest	<u>\$ 1,601,400.00</u>	<u>\$ 32,456,202.28</u>		

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

NOTES TO FINANCIAL STATEMENTS
June 30, 2015

NOTE IV - OTHER INFORMATION

A. EARLY RETIREMENT PLANS

An employee is eligible for early retirement if such employee is currently a full-time certified teacher of the school district, at least 62 years of age, has at least fifteen (15) years or more of teaching experience with the district and provides proof of retirement according to KPERS. An eligible employee who takes early retirement is entitled to receive annually from the school district a sum of money (early retirement benefit) equal to the product of: First Year - 10% of their base salary at retirement; Second Year - 10% of their base salary at retirement; Third year - 10% of their base salary at retirement or the amount of the annual reduction in benefits from KPERS and/or Social Security, whichever may be less. Early retirement cash benefits will cease when retiree reaches age 65. To receive the same health insurance benefit afforded to all continuing contract teachers enrolled in the District's group health insurance plan, the retiring teacher must have been enrolled in the plan the two consecutive school years that are immediate to the retirement. The amount paid by the Board under this provision is fixed at the date of retirement. As of June 30, 2015 there were four employees participating in the program. Amounts paid during the fiscal year ended June 30, 2015 under this plan was \$26,505.70. The liability for early retirement payments at June 30, 2015 is \$32,343.54.

B. OTHER POST EMPLOYMENT BENEFITS

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the District is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of the subsidy has not been quantified in this financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

C. INTERFUND TRANSACTIONS

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
General	At-Risk	K.S.A 72-6428	\$ 817,000.00
General	Capital Outlay	K.S.A 72-6428	297,081.69
General	Special Education	K.S.A 72-6428	1,099,362.00
Supplemental General	4 Year Old At Risk	K.S.A 72-6433	75,000.00
Supplemental General	At-Risk	K.S.A 72-6433	575,857.77
Supplemental General	Bilingual Education	K.S.A 72-6433	52,000.00
Supplemental General	Food Service	K.S.A 72-6433	49,000.00
Supplemental General	Professional Development	K.S.A 72-6433	45,000.00
Supplemental General	Parent Education	K.S.A 72-6433	16,931.00
Supplemental General	Special Education	K.S.A 72-6433	679,191.00
Supplemental General	Vocational Education	K.S.A 72-6433	135,000.00
Supplemental General	Textbook Rental	K.S.A 72-6433	35,000.00

D. DEFINED BENEFIT PENSION PLAN

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing, multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, etc. seq. KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE IV - OTHER INFORMATION - continued

D. DEFINED BENEFIT PENSION PLAN - continued

Funding Policy. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 5% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. Member employees' contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

The State of Kansas is required to contribute the statutory required employers share.

Net Pension Liability. The total pension liability for KPERS was determined by an actuarial valuation as of December 31, 2013, which was rolled forward to June 30, 2014. As of June 30, 2014 the net pension liability for KPERS was \$8,291,794,910. KPERS has determined the District's proportionate share of the net pension liability is \$12,063,942 as of June 30, 2014. The complete actuarial valuation report including all actuarial assumptions and methods is publically available on the website at www.kpers.org or can be obtained as described in the first paragraph above.

E. RISK MANAGEMENT

The District is exposed to various risks of losses related to torts; thefts of, damages to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in KASB Risk Management Services, Inc., a public entity risk pool currently operating as a common risk management and insurance program for participating members.

The District pays an annual premium to KASB Risk Management Services, Inc. for its workers compensation insurance. The agreement to participate provides that the KASB Risk Management Services, Inc. will be self-sustaining through member premiums and will reinsure through commercial companies for excess claims for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by KASB Risk Management Services, Inc.'s management.

The District continues to carry commercial insurance for all other risks of loss, including equipment, property and building coverage. There have been no significant reductions in coverage from the prior year and settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

F. CONTINGENCIES

The District receives significant financial assistance from numerous federal and state governmental agencies in the form of grants and state pass through aid. The disbursement of funds received under these programs generally requires compliance with terms and conditions specified in the grant agreements and are subject to audit. Any disallowed claims resulting from such audits could become a liability of the General Fund or other applicable funds. However, in the opinion of management, any such disallowed claims will not have a material effect on any of the financial statements of the District at June 30, 2015.

G. LEASE COMMITMENTS

Operating Leases

The District has entered into operating leases for the district office and school copiers which contain cancellation provisions and are subject to annual appropriations. For the reporting period, rent expenditures were \$32,181.72. Of this amount \$27,952.20 was made from the General Fund and \$4,229.52 was made from Co-op Special Education Fund.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO FINANCIAL STATEMENTS

June 30, 2015

NOTE IV - OTHER INFORMATION - continued

H. SUBSEQUENT EVENTS

The District evaluated subsequent events through October 7, 2015, the date the financial statement was available to be issued. The District did not note any events that require disclosure or adjustment to the financial statement.

**REGULATORY BASIS
SUPPLEMENTARY INFORMATION**

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

Summary of Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015

Funds	Certified Budget	Adjustments to Comply With Legal Max	Adjustment for Qualifying Budget Credits
General Funds:			
General Fund	\$ 7,479,043.00	\$ (723,405.00)	\$ 199,809.08
Supplemental General Fund	2,533,502.00	(225,759.00)	13,922.85
Special Purpose Funds:			
At Risk 4 Year Old Fund	108,500.00	XXXXXXXXXX	0.00
At Risk Fund	1,842,500.00	XXXXXXXXXX	0.00
Bilingual Education Fund	85,328.00	XXXXXXXXXX	0.00
Capital Outlay Fund	1,425,000.00	XXXXXXXXXX	0.00
Driver Training Fund	30,150.00	XXXXXXXXXX	0.00
Food Service Fund	640,500.00	XXXXXXXXXX	0.00
Professional Development Fund	93,250.00	XXXXXXXXXX	0.00
Parent Education Fund	60,000.00	XXXXXXXXXX	0.00
Special Education Fund	2,652,000.00	XXXXXXXXXX	0.00
Vocational Education Fund	236,500.00	XXXXXXXXXX	0.00
KPERS Special Retirement Fund	1,072,735.00	XXXXXXXXXX	0.00
Tuition Reimbursement Fund	1,408,039.00	XXXXXXXXXX	0.00
Co-op Special Education Fund	3,110,069.00	XXXXXXXXXX	0.00
Recreation Commission Fund	125,000.00	XXXXXXXXXX	0.00
Recreation Commission Employee Benefit Fund	32,000.00	XXXXXXXXXX	0.00
Bond and Interest Funds:			
Bond and Interest Fund	0.00	XXXXXXXXXX	0.00

See Independent Auditor's Report.

Schedule 1

Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance - Over (Under)
\$ 6,955,447.08	\$ 6,955,447.08	\$ 0.00
2,321,665.85	2,321,665.85	0.00
108,500.00	72,163.57	(36,336.43)
1,842,500.00	1,393,826.15	(448,673.85)
85,328.00	46,570.78	(38,757.22)
1,425,000.00	552,939.81	(872,060.19)
30,150.00	12,298.40	(17,851.60)
640,500.00	522,720.37	(117,779.63)
93,250.00	50,141.26	(43,108.74)
60,000.00	42,978.00	(17,022.00)
2,652,000.00	1,646,468.31	(1,005,531.69)
236,500.00	146,300.20	(90,199.80)
1,072,735.00	811,151.29	(261,583.71)
1,408,039.00	1,111,456.81	(296,582.19)
3,110,069.00	2,828,601.85	(281,467.15)
125,000.00	125,000.00	0.00
32,000.00	32,000.00	0.00
0.00	0.00	0.00

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

GENERAL FUNDS

GENERAL

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		<u>Current Year</u>		
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 894,710.43	\$ 0.00	\$ 0.00	\$ 0.00
Delinquent Tax	16,166.40	0.00	0.00	0.00
Mineral Tax	18,285.22	23,197.02	20,000.00	3,197.02
Local Sources:				
Reimbursements	212,145.40	199,809.08	0.00	199,809.08
State Aid:				
General State Aid	4,804,342.00	5,623,077.00	5,803,241.00	(180,164.00)
Special Education Aid	1,123,483.00	1,099,362.00	1,645,800.00	(546,438.00)
Total Receipts	<u>7,069,132.45</u>	<u>6,945,445.10</u>	<u>\$ 7,469,041.00</u>	<u>\$ (523,595.90)</u>
Expenditures				
Instruction	2,280,455.25	2,271,440.94	\$ 2,356,743.00	\$ (85,302.06)
Student Support Services	96,132.40	99,691.73	102,050.00	(2,358.27)
Instructional Support Staff	63,706.59	71,989.78	72,050.00	(60.22)
General Administration	377,319.88	355,407.93	341,025.00	14,382.93
School Administration	663,660.19	616,783.83	691,625.00	(74,841.17)
Central Services	260,688.07	300,395.74	273,575.00	26,820.74
Operations & Maintenance	1,111,313.20	1,026,293.44	1,148,735.00	(122,441.56)
Operating Transfers	2,222,364.82	2,213,443.69	2,493,240.00	(279,796.31)
Adjustment to Comply with Legal Max	<u>0.00</u>	<u>0.00</u>	<u>(723,405.00)</u>	<u>723,405.00</u>
Legal General Fund Budget	7,075,640.40	6,955,447.08	6,755,638.00	199,809.08
Adjustment for Qualifying Budget Credits	<u>0.00</u>	<u>0.00</u>	<u>199,809.08</u>	<u>(199,809.08)</u>
Total Expenditures	<u>7,075,640.40</u>	<u>6,955,447.08</u>	<u>\$ 6,955,447.08</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	(6,507.95)	(10,001.98)		
Unencumbered Cash, Beginning	<u>16,509.99</u>	<u>10,002.04</u>		
Unencumbered Cash, Ending	<u>\$ 10,002.04</u>	<u>\$ 0.06</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

GENERAL FUNDS SUPPLEMENTAL GENERAL FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Current Year			
	Prior Year Actual	Actual	Budget	Variance Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 1,203,355.09	\$ 993,574.66	\$ 792,253.00	\$ 201,321.66
Delinquent Tax	27,643.22	18,918.98	21,393.00	(2,474.02)
Motor Vehicle Tax	143,701.63	162,366.61	140,810.00	21,556.61
Recreational Vehicle Tax	1,798.74	1,618.04	1,602.00	16.04
Local Sources:				
Reimbursements	15,165.92	13,922.85	0.00	13,922.85
State Aid:				
Supplemental State Aid	934,819.00	1,118,037.00	1,334,142.00	(216,105.00)
Total Receipts	<u>2,326,483.60</u>	<u>2,308,438.14</u>	<u>\$ 2,290,200.00</u>	<u>\$ 18,238.14</u>
Expenditures				
Instruction:				
Supplies	85,602.07	86.29	\$ 125,000.00	\$ (124,913.71)
Other	0.00	0.00	101,252.00	(101,252.00)
Instructional Support Staff:				
Property (Equip & Furn)	193,704.23	282,949.71	350,000.00	(67,050.29)
Operations & Maint. (Transportation):				
Purchased Property Services	244.85	353.34	500.00	(146.66)
Other Purchased Services	2,078.36	1,455.61	3,000.00	(1,544.39)
Supplies	602.92	946.25	1,000.00	(53.75)
Heating	2,259.16	2,376.50	5,000.00	(2,623.50)
Electricity	1,744.85	1,955.11	3,000.00	(1,044.89)
Property (Equip & Furn)	19,716.97	0.00	25,000.00	(25,000.00)
Transportation Supervision:				
Salaries	37,234.53	38,700.00	38,350.00	350.00
Employee Benefits	6,312.15	6,326.62	8,050.00	(1,723.38)
Vehicle Operating Services:				
Salaries	130,646.18	120,522.62	134,600.00	(14,077.38)
Employee Benefits	28,798.85	29,061.93	35,300.00	(6,238.07)
Other Purchased Services	11,700.60	12,660.00	15,000.00	(2,340.00)
Motor Fuel	90,723.19	53,673.14	100,000.00	(46,326.86)
Vehicle & Maintenance Services:				
Salaries	25,561.46	28,663.69	26,350.00	2,313.69
Employee Benefits	5,020.59	5,457.59	7,100.00	(1,642.41)
Supplies	37,961.08	64,943.63	40,000.00	24,943.63
Other	10,734.88	8,554.05	15,000.00	(6,445.95)

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**GENERAL FUNDS
SUPPLEMENTAL GENERAL FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (Cont'd.)				
Operating Transfers:				
To At-Risk 4 Year Old	\$ 70,000.00	\$ 75,000.00	\$ 70,000.00	\$ 5,000.00
To At-Risk	448,586.07	575,857.77	450,000.00	125,857.77
To Bilingual Education	42,000.00	52,000.00	45,000.00	7,000.00
To Food Service	69,000.00	49,000.00	70,000.00	(21,000.00)
To Professional Development	50,000.00	45,000.00	50,000.00	(5,000.00)
To Parent Education	30,619.93	16,931.00	15,000.00	1,931.00
To Special Education	744,356.00	679,191.00	650,000.00	29,191.00
To Vocational Education	130,000.00	135,000.00	150,000.00	(15,000.00)
To Textbook Rental	66,000.00	35,000.00	0.00	35,000.00
Adjustment to Comply with Legal Max	<u>0.00</u>	<u>0.00</u>	<u>(225,759.00)</u>	<u>225,759.00</u>
Legal Suppl. General Fund Budget	2,341,208.92	2,321,665.85	2,307,743.00	13,922.85
Adjustment for Qualifying Budget Credits	<u>0.00</u>	<u>0.00</u>	<u>13,922.85</u>	<u>(13,922.85)</u>
Total Expenditures	<u>2,341,208.92</u>	<u>2,321,665.85</u>	<u>\$ 2,321,665.85</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	(14,725.32)	(13,227.71)		
Unencumbered Cash, Beginning	<u>258,027.37</u>	<u>243,302.05</u>		
Unencumbered Cash, Ending	<u>\$ 243,302.05</u>	<u>\$ 230,074.34</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
AT RISK 4 YEAR OLD FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 600.00	\$ 0.00	\$ 0.00	\$ 0.00
Operating Transfers:				
From Supplemental General	<u>70,000.00</u>	<u>75,000.00</u>	<u>70,000.00</u>	<u>5,000.00</u>
Total Receipts	<u>70,600.00</u>	<u>75,000.00</u>	<u>\$ 70,000.00</u>	<u>\$ 5,000.00</u>
Expenditures				
Instruction:				
Salaries	61,240.92	62,546.21	\$ 65,000.00	\$ (2,453.79)
Employee Benefits	9,553.94	9,138.17	11,000.00	(1,861.83)
Supplies	0.00	479.19	2,500.00	(2,020.81)
Other	<u>0.00</u>	<u>0.00</u>	<u>30,000.00</u>	<u>(30,000.00)</u>
Total Expenditures	<u>70,794.86</u>	<u>72,163.57</u>	<u>\$ 108,500.00</u>	<u>\$ (36,336.43)</u>
Receipts Over (Under) Expenditures	(194.86)	2,836.43		
Unencumbered Cash, Beginning	<u>68,944.15</u>	<u>68,749.29</u>		
Unencumbered Cash, Ending	<u>\$ 68,749.29</u>	<u>\$ 71,585.72</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
AT RISK FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
	Actual	Actual	Budget	
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 1,900.12	\$ 0.00	\$ 0.00	\$ 0.00
Operating Transfers:				
From General	876,370.73	817,000.00	847,440.00	(30,440.00)
From Supplemental General	<u>448,586.07</u>	<u>575,857.77</u>	<u>450,000.00</u>	<u>125,857.77</u>
Total Receipts	<u>1,326,856.92</u>	<u>1,392,857.77</u>	<u>\$ 1,297,440.00</u>	<u>\$ 95,417.77</u>
Expenditures				
Instruction:				
Salaries	1,259,553.67	1,334,207.48	\$ 1,298,000.00	\$ 36,207.48
Employee Benefits	35,684.94	44,436.95	125,000.00	(80,563.05)
Supplies	41,903.17	11,393.27	20,000.00	(8,606.73)
Other	0.00	0.00	392,000.00	(392,000.00)
Instructional Support Staff:				
Supplies	0.00	3,788.45	0.00	3,788.45
Property (Equip & Furn)	<u>5,560.00</u>	<u>0.00</u>	<u>7,500.00</u>	<u>(7,500.00)</u>
Total Expenditures	<u>1,342,701.78</u>	<u>1,393,826.15</u>	<u>\$ 1,842,500.00</u>	<u>\$ (448,673.85)</u>
Receipts Over (Under) Expenditures	(15,844.86)	(968.38)		
Unencumbered Cash, Beginning	1,011,206.54	995,361.68		
Prior Year Cancelled Encumbrances	<u>0.00</u>	<u>151.80</u>		
Unencumbered Cash, Ending	<u>\$ 995,361.68</u>	<u>\$ 994,545.10</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
BILINGUAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year	Current Year		Variance
	Actual	Actual	Budget	Over (Under)
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 861.78	\$ 870.47	\$ 0.00	\$ 870.47
Operating Transfers:				
From Supplemental General	<u>42,000.00</u>	<u>52,000.00</u>	<u>45,000.00</u>	<u>7,000.00</u>
Total Receipts	<u>42,861.78</u>	<u>52,870.47</u>	<u>\$ 45,000.00</u>	<u>\$ 7,870.47</u>
Expenditures				
Instruction:				
Salaries	33,631.19	40,568.23	\$ 40,000.00	\$ 568.23
Employee Benefits	4,689.25	4,611.53	8,200.00	(3,588.47)
Other Purchased Services	117.95	150.08	500.00	(349.92)
Supplies	1,283.00	1,240.94	2,000.00	(759.06)
Other	0.00	0.00	34,628.00	(34,628.00)
Instructional Support Staff:				
Purchased Professional Services	<u>320.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>40,041.39</u>	<u>46,570.78</u>	<u>\$ 85,328.00</u>	<u>\$ (38,757.22)</u>
Receipts Over (Under) Expenditures	2,820.39	6,299.69		
Unencumbered Cash, Beginning	36,648.44	40,328.40		
Prior Year Cancelled Encumbrances	<u>859.57</u>	<u>0.75</u>		
Unencumbered Cash, Ending	<u>\$ 40,328.40</u>	<u>\$ 46,628.84</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

SPECIAL PURPOSE FUNDS CAPITAL OUTLAY FUND

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year	Current Year		Variance
	Actual	Actual	Budget	Over (Under)
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 390,750.02	\$ 416,169.41	\$ 353,589.00	\$ 62,580.41
Delinquent Tax	6,258.43	5,291.51	7,183.00	(1,891.49)
Motor Vehicle Tax	33,656.88	39,788.48	34,727.00	5,061.48
Recreational Vehicle Tax	412.33	422.31	395.00	27.31
Local Sources:				
Interest on Idle Funds	7,103.93	7,903.31	9,000.00	(1,096.69)
Other Receipts from Local Sources	84,414.09	90,284.76	50,000.00	40,284.76
State Aid:				
Capital Outlay Aid	0.00	91,624.00	158,298.00	(66,674.00)
Operating Transfers:				
From General	198,783.09	297,081.69	0.00	297,081.69
Total Receipts	<u>721,378.77</u>	<u>948,565.47</u>	<u>\$ 613,192.00</u>	<u>\$ 335,373.47</u>
Expenditures				
Instruction:				
Supplies	0.00	3,741.50	\$ 0.00	\$ 3,741.50
Property (Equip & Furn)	0.00	0.00	500,000.00	(500,000.00)
General Administration:				
Supplies	0.00	254,489.90	0.00	254,489.90
Property (Equip & Furn)	74,186.10	0.00	75,000.00	(75,000.00)
Operations & Maintenance:				
Purchased Property Services	0.00	54,956.78	100,000.00	(45,043.22)
Property (Equip & Furn)	260,417.86	79,636.83	500,000.00	(420,363.17)
Transportation:				
Property (Equip & Buses)	157,062.00	132,429.00	250,000.00	(117,571.00)
Facility Acquis. & Constr. Services:				
Architectural & Engineering Svcs.	0.00	27,685.80	0.00	27,685.80
Total Expenditures	<u>491,665.96</u>	<u>552,939.81</u>	<u>\$ 1,425,000.00</u>	<u>\$ (872,060.19)</u>
Receipts Over (Under) Expenditures	229,712.81	395,625.66		
Unencumbered Cash, Beginning	<u>1,478,005.18</u>	<u>1,707,717.99</u>		
Unencumbered Cash, Ending	<u>\$ 1,707,717.99</u>	<u>\$ 2,103,343.65</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2**SPECIAL PURPOSE FUNDS
DRIVER TRAINING FUND**

Schedule of Receipts and Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 10,760.00	\$ 8,227.00	\$ 11,000.00	\$ (2,773.00)
State Aid:				
State Safety Aid	4,667.00	5,394.00	4,675.00	719.00
Total Receipts	<u>15,427.00</u>	<u>13,621.00</u>	<u>\$ 15,675.00</u>	<u>\$ (2,054.00)</u>
Expenditures				
Instruction:				
Salaries	8,365.32	9,860.64	\$ 12,000.00	\$ (2,139.36)
Employee Benefits	658.09	767.57	1,150.00	(382.43)
Supplies	1,072.62	1,670.19	2,000.00	(329.81)
Other	0.00	0.00	15,000.00	(15,000.00)
Total Expenditures	<u>10,096.03</u>	<u>12,298.40</u>	<u>\$ 30,150.00</u>	<u>\$ (17,851.60)</u>
Receipts Over (Under) Expenditures	5,330.97	1,322.60		
Unencumbered Cash, Beginning	<u>24,991.56</u>	<u>30,322.53</u>		
Unencumbered Cash, Ending	<u>\$ 30,322.53</u>	<u>\$ 31,645.13</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
FOOD SERVICE FUND**

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local Sources:				
Food Sales	\$ 125,116.11	\$ 127,566.21	\$ 127,647.00	\$ (80.79)
Reimbursements	2,888.93	5,026.16	3,000.00	2,026.16
State Aid:				
State Food Assistance	5,514.40	5,399.66	4,723.00	676.66
Federal Aid:				
Child Nutrition Program	329,471.04	331,908.82	318,098.00	13,810.82
Operating Transfers:				
From Supplemental General	69,000.00	49,000.00	70,000.00	(21,000.00)
Total Receipts	<u>531,990.48</u>	<u>518,900.85</u>	<u>\$ 523,468.00</u>	<u>\$ (4,567.15)</u>
Expenditures				
Operations & Maintenance:				
Purchased Property Services	5,066.77	11,364.15	\$ 10,000.00	\$ 1,364.15
Food Service Operation:				
Salaries	170,177.86	154,615.43	175,500.00	(20,884.57)
Employee Benefits	33,081.92	32,035.68	39,000.00	(6,964.32)
Food & Supplies	323,971.03	324,209.05	347,000.00	(22,790.95)
Property (Equip & Furn)	1,598.07	4.99	5,000.00	(4,995.01)
Other	175.00	491.07	64,000.00	(63,508.93)
Total Expenditures	<u>534,070.65</u>	<u>522,720.37</u>	<u>\$ 640,500.00</u>	<u>\$ (117,779.63)</u>
Receipts Over (Under) Expenditures	(2,080.17)	(3,819.52)		
Unencumbered Cash, Beginning	<u>179,529.21</u>	<u>177,449.04</u>		
Unencumbered Cash, Ending	<u>\$ 177,449.04</u>	<u>\$ 173,629.52</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
PROFESSIONAL DEVELOPMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		<u>Current Year</u>		
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 2,500.00	\$ 276.06	\$ 0.00	\$ 276.06
Operating Transfers:				
From Supplemental General	<u>50,000.00</u>	<u>45,000.00</u>	<u>50,000.00</u>	<u>(5,000.00)</u>
Total Receipts	<u>52,500.00</u>	<u>45,276.06</u>	<u>\$ 50,000.00</u>	<u>\$ (4,723.94)</u>
Expenditures				
Instructional Support Staff:				
Salaries	5,601.69	10,000.01	\$ 15,000.00	\$ (4,999.99)
Employee Benefits	491.12	656.03	1,250.00	(593.97)
Purchased Professional Services	43,719.14	39,266.75	55,000.00	(15,733.25)
Supplies	0.00	218.47	0.00	218.47
Other	<u>0.00</u>	<u>0.00</u>	<u>22,000.00</u>	<u>(22,000.00)</u>
Total Expenditures	<u>49,811.95</u>	<u>50,141.26</u>	<u>\$ 93,250.00</u>	<u>\$ (43,108.74)</u>
Receipts Over (Under) Expenditures	2,688.05	(4,865.20)		
Unencumbered Cash, Beginning	62,733.81	65,484.12		
Prior Year Cancelled Encumbrances	<u>62.26</u>	<u>0.00</u>		
Unencumbered Cash, Ending	<u>\$ 65,484.12</u>	<u>\$ 60,618.92</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
PARENT EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

		<u>Current Year</u>		
	<u>Prior Year Actual</u>	<u>Actual</u>	<u>Budget</u>	<u>Variance Over (Under)</u>
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
State Aid:				
Parent Education Aid	24,047.00	26,047.00	30,000.00	(3,953.00)
Operating Transfers:				
From Supplemental General	<u>30,619.93</u>	<u>16,931.00</u>	<u>15,000.00</u>	<u>1,931.00</u>
Total Receipts	<u>54,666.93</u>	<u>42,978.00</u>	<u>\$ 45,000.00</u>	<u>\$ (2,022.00)</u>
Expenditures				
Student Support Services:				
Salaries	32,460.00	33,760.00	\$ 35,000.00	\$ (1,240.00)
Employee Benefits	2,613.88	2,675.75	3,225.00	(549.25)
Supplies	3,095.04	5,830.56	5,000.00	830.56
Other	0.00	0.00	16,775.00	(16,775.00)
Other Supplemental Service:				
Purchased Property Services	504.00	504.00	0.00	504.00
Other Purchased Services	<u>1,005.08</u>	<u>207.69</u>	<u>0.00</u>	<u>207.69</u>
Total Expenditures	<u>39,678.00</u>	<u>42,978.00</u>	<u>\$ 60,000.00</u>	<u>\$ (17,022.00)</u>
Receipts Over (Under) Expenditures	14,988.93	0.00		
Unencumbered Cash, Beginning	0.00	15,000.00		
Prior Year Cancelled Encumbrances	<u>11.07</u>	<u>0.00</u>		
Unencumbered Cash, Ending	<u>\$ 15,000.00</u>	<u>\$ 15,000.00</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
SPECIAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year	Current Year		Variance
	Actual	Actual	Budget	Over (Under)
Receipts				
Local Sources:				
Other Receipts from Local Sources	\$ 0.00	\$ 1,465.51	\$ 0.00	\$ 1,465.51
Operating Transfers:				
From General	1,123,483.00	1,099,362.00	1,645,800.00	(546,438.00)
From Supplemental General	<u>744,356.00</u>	<u>679,191.00</u>	<u>650,000.00</u>	<u>29,191.00</u>
Total Receipts	<u>1,867,839.00</u>	<u>1,780,018.51</u>	<u>\$ 2,295,800.00</u>	<u>\$ (515,781.49)</u>
Expenditures				
Instruction:				
Other Purchased Services				
Assessment	494,356.00	529,191.00	\$ 535,000.00	\$ (5,809.00)
Flow-thru	1,024,273.00	1,008,142.00	1,515,000.00	(506,858.00)
Other	0.00	0.00	450,000.00	(450,000.00)
Transportation Supervision:				
Salaries	12,411.47	12,900.00	15,000.00	(2,100.00)
Employee Benefits	2,104.04	2,108.96	3,200.00	(1,091.04)
Vehicle Operating Services:				
Salaries	37,073.57	40,186.47	40,000.00	186.47
Employee Benefits	7,119.45	5,271.38	8,100.00	(2,828.62)
Other Purchased Services	2,630.40	3,113.00	5,500.00	(2,387.00)
Supplies	21,627.35	21,672.09	25,000.00	(3,327.91)
Vehicle & Maintenance Services:				
Salaries	9,456.28	10,601.64	22,000.00	(11,398.36)
Employee Benefits	1,845.33	2,018.53	4,100.00	(2,081.47)
Purchased Property Services	13,727.50	9,467.58	12,400.00	(2,932.42)
Property (Equip & Furn)	9,800.00	0.00	7,000.00	(7,000.00)
Other	<u>2,498.53</u>	<u>1,795.66</u>	<u>9,700.00</u>	<u>(7,904.34)</u>
Total Expenditures	<u>1,638,922.92</u>	<u>1,646,468.31</u>	<u>\$ 2,652,000.00</u>	<u>\$ (1,005,531.69)</u>
Receipts Over (Under) Expenditures	228,916.08	133,550.20		
Unencumbered Cash, Beginning	<u>516,846.94</u>	<u>745,763.02</u>		
Unencumbered Cash, Ending	<u>\$ 745,763.02</u>	<u>\$ 879,313.22</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
VOCATIONAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Operating Transfers:				
From Supplemental General	\$ 130,000.00	\$ 135,000.00	\$ 150,000.00	\$ (15,000.00)
Total Receipts	<u>130,000.00</u>	<u>135,000.00</u>	<u>\$ 150,000.00</u>	<u>\$ (15,000.00)</u>
Expenditures				
Instruction:				
Salaries	103,377.22	122,079.09	\$ 130,500.00	\$ (8,420.91)
Employee Benefits	16,551.83	19,421.11	26,000.00	(6,578.89)
Other	0.00	0.00	75,000.00	(75,000.00)
Instructional Support Staff:				
Purchased Professional Services	<u>4,800.00</u>	<u>4,800.00</u>	<u>5,000.00</u>	<u>(200.00)</u>
Total Expenditures	<u>124,729.05</u>	<u>146,300.20</u>	<u>\$ 236,500.00</u>	<u>\$ (90,199.80)</u>
Receipts Over (Under) Expenditures	5,270.95	(11,300.20)		
Unencumbered Cash, Beginning	<u>152,700.09</u>	<u>157,971.04</u>		
Unencumbered Cash, Ending	<u>\$ 157,971.04</u>	<u>\$ 146,670.84</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
GIFTS & GRANTS FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Donations	<u>\$ 23,006.79</u>	<u>\$ 15,384.41</u>
Total Receipts	<u>23,006.79</u>	<u>15,384.41</u>
Expenditures		
Instruction:		
Salaries	307.20	787.80
Employee Benefits	7.61	0.00
Purchased Professional Services	0.00	8,915.50
Supplies	<u>17,670.33</u>	<u>11,345.46</u>
Total Expenditures	<u>17,985.14</u>	<u>21,048.76</u>
Receipts Over (Under) Expenditures	5,021.65	(5,664.35)
Unencumbered Cash, Beginning	<u>10,419.28</u>	<u>15,440.93</u>
Unencumbered Cash, Ending	<u><u>\$ 15,440.93</u></u>	<u><u>\$ 9,776.58</u></u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
KPERS SPECIAL RETIREMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
State Aid:				
KPERS	\$ 844,673.02	\$ 811,151.29	\$ 1,072,735.00	\$ (261,583.71)
Total Receipts	<u>844,673.02</u>	<u>811,151.29</u>	<u>\$ 1,072,735.00</u>	<u>\$ (261,583.71)</u>
Expenditures				
Instruction:				
Employee Benefits	587,835.02	564,506.29	\$ 744,771.00	\$ (180,264.71)
Student Support Services:				
Employee Benefits	64,582.00	62,019.00	67,954.00	(5,935.00)
Instructional Support Staff:				
Employee Benefits	23,443.00	22,513.00	13,908.00	8,605.00
General Administration:				
Employee Benefits	12,444.00	11,950.00	20,273.00	(8,323.00)
School Administration:				
Employee Benefits	66,524.00	63,884.00	98,500.00	(34,616.00)
Central Services:				
Employee Benefits	22,652.00	21,753.00	29,492.00	(7,739.00)
Operations & Maintenance:				
Employee Benefits	26,321.00	25,276.00	42,134.00	(16,858.00)
Student Transportation Services:				
Employee Benefits	23,723.00	22,782.00	34,066.00	(11,284.00)
Food Service:				
Employee Benefits	<u>17,149.00</u>	<u>16,468.00</u>	<u>21,637.00</u>	<u>(5,169.00)</u>
Total Expenditures	<u>844,673.02</u>	<u>811,151.29</u>	<u>\$ 1,072,735.00</u>	<u>\$ (261,583.71)</u>
Receipts Over (Under) Expenditures	0.00	0.00		
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>		
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas****Schedule 2****SPECIAL PURPOSE FUNDS
CONTINGENCY FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Operating Transfers:		
From General	<u>\$ 23,728.00</u>	<u>\$ 0.00</u>
Total Receipts	<u>23,728.00</u>	<u>0.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	23,728.00	0.00
Unencumbered Cash, Beginning	<u>662,622.00</u>	<u>686,350.00</u>
Unencumbered Cash, Ending	<u>\$ 686,350.00</u>	<u>\$ 686,350.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
TEXTBOOK RENTAL FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Book Rental Fees	\$ 36,736.57	\$ 35,915.63
Operating Transfers:		
From Supplemental General	<u>66,000.00</u>	<u>35,000.00</u>
Total Receipts	<u>102,736.57</u>	<u>70,915.63</u>
Expenditures		
Instruction:		
Supplies	<u>51,741.06</u>	<u>70,788.26</u>
Total Expenditures	<u>51,741.06</u>	<u>70,788.26</u>
Receipts Over (Under) Expenditures	50,995.51	127.37
Unencumbered Cash, Beginning	53,095.97	104,091.48
Prior Year Cancelled Encumbrances	<u>0.00</u>	<u>1,035.96</u>
Unencumbered Cash, Ending	<u>\$ 104,091.48</u>	<u>\$ 105,254.81</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
TUITION REIMBURSEMENT FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Local Sources:				
JJA Reimbursements	\$ 1,202,517.10	\$ 1,109,520.82	\$ 1,350,000.00	\$ (240,479.18)
Other Receipts from Local Sources	1,847.00	1,923.00	55,000.00	(53,077.00)
Total Receipts	<u>1,204,364.10</u>	<u>1,111,443.82</u>	<u>\$ 1,405,000.00</u>	<u>\$ (293,556.18)</u>
Expenditures				
Instruction:				
Salaries	790,847.73	703,357.05	\$ 850,000.00	\$ (146,642.95)
Employee Benefits	123,473.10	107,128.12	156,025.00	(48,896.88)
Supplies	3,357.19	2,802.18	20,000.00	(17,197.82)
Other	0.00	5,910.20	150,614.00	(144,703.80)
Student Support Services:				
Salaries	102,254.55	100,247.09	102,000.00	(1,752.91)
Employee Benefits	7,403.85	11,254.17	13,100.00	(1,845.83)
Purchased Professional Services	184.78	0.00	200.00	(200.00)
Instructional Support Staff:				
Purchased Professional Services	0.00	6,624.01	0.00	6,624.01
School Administration:				
Salaries	127,895.06	132,736.90	74,000.00	58,736.90
Employee Benefits	18,064.09	19,069.80	15,200.00	3,869.80
Supplies	3,309.00	98.00	0.00	98.00
Central Services:				
Salaries	19,992.00	18,780.00	20,600.00	(1,820.00)
Employee Benefits	5,517.01	3,449.29	6,300.00	(2,850.71)
Total Expenditures	<u>1,202,298.36</u>	<u>1,111,456.81</u>	<u>\$ 1,408,039.00</u>	<u>\$ (296,582.19)</u>
Receipts Over (Under) Expenditures	2,065.74	(12.99)		
Unencumbered Cash, Beginning	<u>973.34</u>	<u>3,039.08</u>		
Unencumbered Cash, Ending	<u>\$ 3,039.08</u>	<u>\$ 3,026.09</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

**SPECIAL PURPOSE FUNDS
CO-OP SPECIAL EDUCATION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year	Current Year		Variance
	Actual	Actual	Budget	Over (Under)
Receipts				
Local Sources:				
Payments from Other Districts/Govt's.	\$ 2,291,870.00	\$ 2,275,899.00	\$ 2,300,728.00	\$ (24,829.00)
Other Receipts from Local Sources	2,825.69	7,577.40	3,000.00	4,577.40
Federal Sources:				
Other Federal Grants Thru State	340,624.00	349,069.00	349,069.00	0.00
Medicaid Reimbursement	112,614.78	162,523.23	80,000.00	82,523.23
Total Receipts	<u>2,747,934.47</u>	<u>2,795,068.63</u>	<u>\$ 2,732,797.00</u>	<u>\$ 62,271.63</u>
Expenditures				
Instruction:				
Salaries	1,796,752.83	1,745,718.27	\$ 1,851,100.00	\$ (105,381.73)
Employee Benefits	334,442.89	340,371.63	371,610.00	(31,238.37)
Other Purchased Services	56,850.18	74,606.36	70,000.00	4,606.36
Supplies	39,213.00	53,308.24	50,000.00	3,308.24
Other	0.00	0.00	43,234.00	(43,234.00)
Student Support Services:				
Salaries	317,754.59	326,872.73	327,500.00	(627.27)
Employee Benefits	42,104.67	42,476.34	50,850.00	(8,373.66)
Supplies	3,164.68	2,350.37	5,000.00	(2,649.63)
Instructional Support Staff:				
Salaries	7,674.94	7,809.85	9,000.00	(1,190.15)
Employee Benefits	1,423.58	1,364.87	1,725.00	(360.13)
Other Purchased Services	6,086.29	5,105.14	7,500.00	(2,394.86)
Property (Equip & Furn)	48,528.02	684.64	56,000.00	(55,315.36)
School Administration:				
Salaries	126,452.68	128,154.60	130,275.00	(2,120.40)
Employee Benefits	27,750.74	26,511.19	31,500.00	(4,988.81)
Purchased Professional Services	249.00	365.00	0.00	365.00
Supplies	1,357.98	3,591.01	5,000.00	(1,408.99)
Other	96.00	0.00	100.00	(100.00)

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

SPECIAL PURPOSE FUNDS
CO-OP SPECIAL EDUCATION FUND (Cont'd.)

Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (Cont'd.)				
Operations & Maintenance:				
Salaries	\$ 8,198.58	\$ 6,105.02	\$ 8,500.00	\$ (2,394.98)
Employee Benefits	2,226.61	475.30	2,675.00	(2,199.70)
Purchased Professional Services	0.00	1,051.38	0.00	1,051.38
Purchased Property Services	32,662.06	24,662.98	37,000.00	(12,337.02)
Other Purchased Services	7,007.74	7,830.04	10,000.00	(2,169.96)
Supplies	1,389.01	1,676.84	2,500.00	(823.16)
Heating	14,180.90	10,371.20	17,500.00	(7,128.80)
Electricity	12,276.90	13,507.65	15,000.00	(1,492.35)
Property (Equip & Furn)	1,499.93	1,669.39	2,000.00	(330.61)
Vehicle Operating Services:				
Supplies	2,098.00	1,558.88	3,500.00	(1,941.12)
Other Support Services:				
Supplies	709.54	402.93	1,000.00	(597.07)
Total Expenditures	<u>2,892,151.34</u>	<u>2,828,601.85</u>	<u>\$ 3,110,069.00</u>	<u>\$ (281,467.15)</u>
Receipts Over (Under) Expenditures	(144,216.87)	(33,533.22)		
Unencumbered Cash, Beginning	519,916.65	377,271.63		
Prior Year Cancelled Encumbrances	<u>1,571.85</u>	<u>251.78</u>		
Unencumbered Cash, Ending	<u>\$ 377,271.63</u>	<u>\$ 343,990.19</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
RECREATION COMMISSION FUND**

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 101,869.95	\$ 105,347.01	\$ 88,276.00	\$ 17,071.01
Delinquent Tax	2,273.54	1,580.84	1,796.00	(215.16)
Motor Vehicle Tax	11,909.76	13,199.89	11,454.00	1,745.89
Recreational Vehicle Tax	148.31	132.28	130.00	2.28
Total Receipts	<u>116,201.56</u>	<u>120,260.02</u>	<u>\$ 101,656.00</u>	<u>\$ 18,604.02</u>
Expenditures				
Community Services Operations	<u>100,000.00</u>	<u>125,000.00</u>	<u>\$ 125,000.00</u>	<u>\$ 0.00</u>
Total Expenditures	<u>100,000.00</u>	<u>125,000.00</u>	<u>\$ 125,000.00</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	16,201.56	(4,739.98)		
Unencumbered Cash, Beginning	<u>40,098.93</u>	<u>56,300.49</u>		
Unencumbered Cash, Ending	<u>\$ 56,300.49</u>	<u>\$ 51,560.51</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
RECREATION COMMISSION EMPLOYEE BENEFIT FUND**

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 25,480.25	\$ 26,338.09	\$ 22,069.00	\$ 4,269.09
Delinquent Tax	564.90	393.74	450.00	(56.26)
Motor Vehicle Tax	2,978.94	3,301.56	2,873.00	428.56
Recreational Vehicle Tax	37.10	33.09	33.00	0.09
Total Receipts	<u>29,061.19</u>	<u>30,066.48</u>	<u>\$ 25,425.00</u>	<u>\$ 4,641.48</u>
Expenditures				
Community Services Operations	<u>25,826.00</u>	<u>32,000.00</u>	<u>\$ 32,000.00</u>	<u>\$ 0.00</u>
Total Expenditures	<u>25,826.00</u>	<u>32,000.00</u>	<u>\$ 32,000.00</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	3,235.19	(1,933.52)		
Unencumbered Cash, Beginning	<u>9,176.43</u>	<u>12,411.62</u>		
Unencumbered Cash, Ending	<u>\$ 12,411.62</u>	<u>\$ 10,478.10</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2**SPECIAL PURPOSE FUNDS
TITLE I 2015 FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid:		
Other Federal Grants Thru State	\$ 0.00	\$ 172,810.00
Total Receipts	<u>0.00</u>	<u>172,810.00</u>
Expenditures		
Instruction:		
Salaries	0.00	142,398.83
Employee Benefits	0.00	30,508.12
Supplies	<u>0.00</u>	<u>38.69</u>
Total Expenditures	<u>0.00</u>	<u>172,945.64</u>
Receipts Over (Under) Expenditures	0.00	(135.64)
Unencumbered Cash, Beginning	0.00	0.00
Prior Year Cancelled Encumbrances	<u>0.00</u>	<u>135.64</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
TITLE I 2014 FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid:		
Other Federal Grants Thru State	\$ 157,268.00	\$ 0.00
Total Receipts	<u>157,268.00</u>	<u>0.00</u>
Expenditures		
Instruction:		
Salaries	122,632.27	0.00
Employee Benefits	25,312.50	0.00
Supplies	<u>9,323.23</u>	<u>0.00</u>
Total Expenditures	<u>157,268.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
TITLE I 2013 FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid:		
Other Federal Grants Thru State	\$ <u>0.00</u>	\$ <u>0.00</u>
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
Instruction:		
Salaries	<u>16,872.49</u>	<u>0.00</u>
Total Expenditures	<u>16,872.49</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	(16,872.49)	0.00
Unencumbered Cash, Beginning	<u>16,872.49</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
TITLE II A 2015 FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid:		
Other Federal Grants Thru State	\$ 0.00	\$ 50,404.00
Total Receipts	<u>0.00</u>	<u>50,404.00</u>
Expenditures		
Instructional Support Staff:		
Salaries	0.00	39,769.90
Employee Benefits	0.00	5,166.70
Supplies	<u>0.00</u>	<u>5,467.40</u>
Total Expenditures	<u>0.00</u>	<u>50,404.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
TITLE II A 2014 FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Federal Aid:		
Other Federal Grants Thru State	\$ 50,458.00	\$ 0.00
Total Receipts	<u>50,458.00</u>	<u>0.00</u>
Expenditures		
Instructional Support Staff:		
Salaries	41,434.85	0.00
Employee Benefits	5,370.67	0.00
Supplies	<u>3,652.48</u>	<u>0.00</u>
Total Expenditures	<u>50,458.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**SPECIAL PURPOSE FUNDS
MISCELLANEOUS FEDERAL GRANTS FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ 0.00	\$ 0.00
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
Instruction:		
Supplies	0.00	827.23
Operations & Maintenance:		
Property (Equip & Furn)	<u>0.00</u>	<u>7,907.77</u>
Total Expenditures	<u>0.00</u>	<u>8,735.00</u>
Receipts Over (Under) Expenditures	0.00	(8,735.00)
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ (8,735.00)</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**BOND AND INTEREST FUNDS
BOND AND INTEREST FUND**

Schedule of Receipts and Expenditures - Actual and Budget
 Regulatory Basis
 For the Year Ended June 30, 2015
 (With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Receipts				
Taxes and Shared Receipts:				
Ad Valorem Property Tax	\$ 10,781.94	\$ (91.93)	\$ 0.00	\$ (91.93)
Delinquent Tax	6,785.19	2,308.07	0.00	2,308.07
Motor Vehicle Tax	36,319.21	25,172.74	21,447.00	3,725.74
Recreational Vehicle Tax	449.55	206.69	244.00	(37.31)
Local Sources:				
Bond Proceeds	0.00	273,871.16	0.00	273,871.16
State Aid:				
State Aid	<u>456,595.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Receipts	<u>510,930.89</u>	<u>301,466.73</u>	<u>\$ 21,691.00</u>	<u>\$ 279,775.73</u>
Expenditures				
Interest	23,320.00	0.00	\$ 0.00	\$ 0.00
Principal	<u>1,245,000.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>1,268,320.00</u>	<u>0.00</u>	<u>\$ 0.00</u>	<u>\$ 0.00</u>
Receipts Over (Under) Expenditures	(757,389.11)	301,466.73		
Unencumbered Cash, Beginning	<u>894,472.58</u>	<u>137,083.47</u>		
Unencumbered Cash, Ending	<u>\$ 137,083.47</u>	<u>\$ 438,550.20</u>		

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
SCHOOL PROJECT SERIES A FUND****Schedule of Receipts and Expenditures****Regulatory Basis****For the Year Ended June 30, 2015****(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)**

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	\$ 0.00	\$ 19,480,000.00
Interest on Idle Funds	0.00	695.31
Total Receipts	<u>0.00</u>	<u>19,480,695.31</u>
Expenditures		
Facility Acquis. & Constr. Services:		
Land Improvements	0.00	150.00
Architectural & Engineering Svcs.	0.00	78,942.36
Site Improvements	0.00	2,630.00
Total Expenditures	<u>0.00</u>	<u>81,722.36</u>
Receipts Over (Under) Expenditures	0.00	19,398,972.95
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 19,398,972.95</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
COST OF ISSUANCE SERIES A FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	<u>\$ 0.00</u>	<u>\$ 94,950.00</u>
Total Receipts	<u>0.00</u>	<u>94,950.00</u>
Expenditures		
Cost of Issuance	<u>0.00</u>	<u>58,811.92</u>
Total Expenditures	<u>0.00</u>	<u>58,811.92</u>
Receipts Over (Under) Expenditures	0.00	36,138.08
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 36,138.08</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
COMPLIANCE SERIES A FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	\$ 0.00	\$ 3,000.00
Total Receipts	<u>0.00</u>	<u>3,000.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	3,000.00
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 3,000.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
SCHOOL PROJECT SERIES B FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	\$ 0.00	\$ 2,780,931.40
Interest on Idle Funds	<u>0.00</u>	<u>98.97</u>
Total Receipts	<u>0.00</u>	<u>2,781,030.37</u>
Expenditures		
Facility Acquis. & Constr. Services:		
Architectural & Engineering Svcs.	<u>0.00</u>	<u>19,019.58</u>
Total Expenditures	<u>0.00</u>	<u>19,019.58</u>
Receipts Over (Under) Expenditures	0.00	2,762,010.79
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 2,762,010.79</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
COST OF ISSUANCE SERIES B FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	\$ <u>0.00</u>	\$ <u>41,100.00</u>
Total Receipts	<u>0.00</u>	<u>41,100.00</u>
Expenditures		
Cost of Issuance	<u>0.00</u>	<u>34,400.96</u>
Total Expenditures	<u>0.00</u>	<u>34,400.96</u>
Receipts Over (Under) Expenditures	0.00	6,699.04
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 6,699.04</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**CAPITAL PROJECT FUNDS
COMPLIANCE SERIES B FUND**

Schedule of Receipts and Expenditures

Regulatory Basis

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Local Sources:		
Bond Proceeds	\$ 0.00	\$ 500.00
Total Receipts	<u>0.00</u>	<u>500.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	500.00
Unencumbered Cash, Beginning	<u>0.00</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 500.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 2

TRUST FUNDS
ANITA MARTIN MEMORIAL FUND

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ <u>0.00</u>	\$ <u>0.00</u>
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>371.87</u>	<u>371.87</u>
Unencumbered Cash, Ending	<u>\$ 371.87</u>	<u>\$ 371.87</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**TRUST FUNDS
HAROLD B. MARTIN MEMORIAL FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
Donations	\$ <u>0.00</u>	\$ <u>50.00</u>
Total Receipts	<u>0.00</u>	<u>50.00</u>
Expenditures		
Instruction: Supplies	<u>50.00</u>	<u>83.61</u>
Total Expenditures	<u>50.00</u>	<u>83.61</u>
Receipts Over (Under) Expenditures	(50.00)	(33.61)
Unencumbered Cash, Beginning	<u>349.90</u>	<u>299.90</u>
Unencumbered Cash, Ending	<u>\$ 299.90</u>	<u>\$ 266.29</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**TRUST FUNDS
MARVIN WEBSTER MEMORIAL FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ 0.00	\$ 0.00
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
None	<u>0.00</u>	<u>0.00</u>
Total Expenditures	<u>0.00</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	0.00	0.00
Unencumbered Cash, Beginning	<u>3,735.00</u>	<u>3,735.00</u>
Unencumbered Cash, Ending	<u>\$ 3,735.00</u>	<u>\$ 3,735.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas**Schedule 2**TRUST FUNDS
BC/BS FUND**

Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	<u>2014</u>	<u>2015</u>
Receipts		
None	\$ <u>0.00</u>	\$ <u>0.00</u>
Total Receipts	<u>0.00</u>	<u>0.00</u>
Expenditures		
Employee Benefits	<u>16,160.63</u>	<u>0.00</u>
Total Expenditures	<u>16,160.63</u>	<u>0.00</u>
Receipts Over (Under) Expenditures	(16,160.63)	0.00
Unencumbered Cash, Beginning	<u>16,160.63</u>	<u>0.00</u>
Unencumbered Cash, Ending	<u>\$ 0.00</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 3

AGENCY FUNDS

Summary of Receipts and Disbursements Regulatory Basis For the Year Ended June 30, 2015

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School Activity Funds:				
National Honor Society	\$ 2,350.85	\$ 159.87	\$ 609.44	\$ 1,901.28
Student General	4,571.77	5,305.44	8,148.14	1,729.07
Cheerleaders	434.63	12,031.16	9,233.41	3,232.38
Band	901.90	4,905.43	4,522.12	1,285.21
Scholar Bowl	176.64	359.38	170.00	366.02
Art Club	764.75	0.00	162.52	602.23
Weight Room	371.19	4,536.42	4,770.06	137.55
Junior Class	2,041.51	9,751.82	11,424.35	368.98
Class of 2014	3,014.33	0.00	3,014.33	0.00
Class of 2015	0.00	2,260.47	2,260.47	0.00
Class of 2016	4,376.48	0.00	4,376.48	0.00
Class of 2017	1,109.32	3,952.29	843.48	4,218.13
Class of 2018	0.00	994.20	383.18	611.02
Class of 2019	0.00	70.00	0.00	70.00
Student Council	(3.14)	37,413.06	31,911.87	5,498.05
Vocal Music/Reg. Music	4,567.03	7,089.10	7,507.04	4,149.09
FCA	487.39	1,988.86	339.77	2,136.48
FCCLA	1,032.78	1,513.44	1,753.96	792.26
Flags	(314.17)	3,830.46	3,471.77	44.52
Forensics	451.00	0.00	0.00	451.00
National Art Society	769.79	0.00	0.00	769.79
Overactors Anonymous	7,225.17	6,480.69	9,995.81	3,710.05
Industrial Arts	0.00	966.56	184.70	781.86
International Club	577.80	2,269.40	2,056.11	791.09
Debate	888.99	0.00	153.89	735.10
Business Entrepreneurs	2,838.83	6,332.39	6,101.10	3,070.12
Baseball	519.95	1,677.97	2,108.21	89.71
Boys Tennis	489.27	196.96	250.00	436.23
Girls Tennis	605.75	704.46	833.09	477.12
Boys Basketball	3,800.29	10,178.89	13,125.85	853.33
Girls Basketball	574.45	1,652.52	2,164.50	62.47
Volleyball	404.07	4,376.41	2,686.58	2,093.90
Softball	446.93	2,391.32	1,747.00	1,091.25
Cross Country	1,240.61	601.36	555.99	1,285.98
Track	1,023.74	242.00	0.00	1,265.74
Golf	399.59	691.42	760.00	331.01
Wrestling	683.92	3,656.99	2,995.36	1,345.55
Football	3,821.88	15,090.92	15,459.46	3,453.34
Total High School	52,645.29	153,671.66	156,080.04	50,236.91

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas****Schedule 3****AGENCY FUNDS****Statement of Cash Receipts and Cash Disbursements
For the Year Ended June 30, 2015**

<u>Fund</u>	<u>Beginning Cash Balance</u>	<u>Cash Receipts</u>	<u>Cash Disbursements</u>	<u>Ending Cash Balance</u>
Middle School Activity Funds:				
STUCO	\$ 12,210.57	\$ 25,462.89	\$ 30,575.12	\$ 7,098.34
Library	1,477.15	2,589.24	2,477.13	1,589.26
Student Projects	837.96	6,038.96	5,120.22	1,756.70
Cheerleading	5,612.78	12,038.20	6,319.72	11,331.26
Employee Fund	209.03	80.00	236.22	52.81
Total Middle School	<u>20,347.49</u>	<u>46,209.29</u>	<u>44,728.41</u>	<u>21,828.37</u>
Elementary School Activity Funds:				
Hillside	1,614.56	425.01	287.40	1,752.17
Northside	2,387.75	4,426.19	4,366.67	2,447.27
Phinney	4,301.60	5,531.04	4,097.36	5,735.28
Interest	51.59	1.93	0.00	53.52
Sales Tax	0.00	15,242.34	15,242.34	0.00
Total Elementary School	<u>8,355.50</u>	<u>25,626.51</u>	<u>23,993.77</u>	<u>9,988.24</u>
Total Agency Funds	<u>\$ 81,348.28</u>	<u>\$ 225,507.46</u>	<u>\$ 224,802.22</u>	<u>\$ 82,053.52</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495**Larned, Kansas****DISTRICT ACTIVITY FUNDS****Schedule of Receipts, Expenditures, and Unencumbered Cash****Regulatory Basis****For the Year Ended June 30, 2015**

<u>Fund</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Receipts</u>
Gate Receipts:			
High School	\$ 0.00	\$ 0.00	\$ 30,324.52
Middle School	3,986.76	0.00	14,856.45
Total Gate Receipt Funds	<u>3,986.76</u>	<u>0.00</u>	<u>45,180.97</u>
School Project Funds:			
High School:			
Yearbook	1,044.66	0.00	5,547.85
Newspaper	5,323.59	0.00	115.97
Kristufek Scholarship	106.30	0.00	0.00
Basketball Tourney	7,136.54	0.00	10,045.09
IRC	1,070.28	0.00	1,198.22
Book Rental / Lab Fees / Library	385.13	0.00	7,530.16
Landscaping	828.85	0.00	0.00
Interest	1.36	0.00	16.62
Sales Tax	0.00	0.00	10,256.09
Athletic Special	4,627.16	0.00	13,332.31
Total High School	<u>20,523.87</u>	<u>0.00</u>	<u>48,042.31</u>
Middle School:			
Book Rental	735.00	0.00	4,006.33
Sales Tax	31.04	0.00	3,705.29
Total Middle School	<u>766.04</u>	<u>0.00</u>	<u>7,711.62</u>
Westside:			
Adolescent Unit Vocational	45,310.31	0.00	39,391.23
Westside GED	80.40	0.00	0.00
Westside Library	58.60	0.00	0.00
Total Westside	<u>45,449.31</u>	<u>0.00</u>	<u>39,391.23</u>
Total School Project Funds	<u>66,739.22</u>	<u>0.00</u>	<u>95,145.16</u>
Total District Activity Funds	<u>\$ 70,725.98</u>	<u>\$ 0.00</u>	<u>\$ 140,326.13</u>

See Independent Auditor's Report.

Schedule 4

<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>	<u>Outstanding Encumbrances And Accounts Payable</u>	<u>Ending Cash Balance</u>
\$ 30,324.51	\$ 0.01	\$ 0.00	\$ 0.01
14,536.23	4,306.98	0.00	4,306.98
<u>44,860.74</u>	<u>4,306.99</u>	<u>0.00</u>	<u>4,306.99</u>
4,674.14	1,918.37	0.00	1,918.37
3,042.04	2,397.52	0.00	2,397.52
0.00	106.30	0.00	106.30
10,069.77	7,111.86	0.00	7,111.86
1,343.98	924.52	0.00	924.52
7,586.53	328.76	0.00	328.76
0.00	828.85	0.00	828.85
16.64	1.34	0.00	1.34
10,208.40	47.69	0.00	47.69
10,153.74	7,805.73	0.00	7,805.73
<u>47,095.24</u>	<u>21,470.94</u>	<u>0.00</u>	<u>21,470.94</u>
4,741.33	0.00	0.00	0.00
3,736.33	0.00	0.00	0.00
<u>8,477.66</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
29,092.15	55,609.39	0.00	55,609.39
0.00	80.40	0.00	80.40
0.00	58.60	0.00	58.60
<u>29,092.15</u>	<u>55,748.39</u>	<u>0.00</u>	<u>55,748.39</u>
84,665.05	77,219.33	0.00	77,219.33
<u>\$ 129,525.79</u>	<u>\$ 81,526.32</u>	<u>\$ 0.00</u>	<u>\$ 81,526.32</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 5

Detailed Schedule of General Fund Expenditures Compared With Appropriations

For the Year Ended June 30, 2015
(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

Expenditures	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Instruction:				
Salaries	\$ 1,600,710.17	\$ 1,566,341.57	\$ 1,649,000.00	\$ (82,658.43)
Employee Benefits	477,885.69	501,783.18	510,600.00	(8,816.82)
Other Purchased Services	21,393.21	25,788.62	25,000.00	788.62
Supplies	180,466.18	177,527.57	172,143.00	5,384.57
	<u>2,280,455.25</u>	<u>2,271,440.94</u>	<u>2,356,743.00</u>	<u>(85,302.06)</u>
Student Support Services:				
Salaries	84,124.65	86,238.63	86,650.00	(411.37)
Employee Benefits	11,216.12	12,075.98	14,400.00	(2,324.02)
Supplies	791.63	1,377.12	1,000.00	377.12
	<u>96,132.40</u>	<u>99,691.73</u>	<u>102,050.00</u>	<u>(2,358.27)</u>
Instructional Support Staff:				
Salaries	45,450.38	44,283.30	45,800.00	(1,516.70)
Employee Benefits	8,223.29	8,011.94	10,750.00	(2,738.06)
Purchased Professional Services	9,230.50	7,325.00	10,000.00	(2,675.00)
Supplies	802.42	4,112.18	5,500.00	(1,387.82)
Property (Equip & Furn)	0.00	8,257.36	0.00	8,257.36
	<u>63,706.59</u>	<u>71,989.78</u>	<u>72,050.00</u>	<u>(60.22)</u>
General Administration:				
Salaries	159,634.30	159,891.22	164,425.00	(4,533.78)
Employee Benefits	16,226.17	16,057.44	19,100.00	(3,042.56)
Purchased Professional Services	52,568.21	56,069.84	55,000.00	1,069.84
Other Purchased Services	2,400.00	4,063.78	2,500.00	1,563.78
Supplies	146,491.20	119,325.65	100,000.00	19,325.65
	<u>377,319.88</u>	<u>355,407.93</u>	<u>341,025.00</u>	<u>14,382.93</u>
School Administration:				
Salaries	577,299.63	539,003.75	594,625.00	(55,621.25)
Employee Benefits	65,687.54	58,096.00	72,000.00	(13,904.00)
Supplies	20,673.02	19,684.08	25,000.00	(5,315.92)
	<u>663,660.19</u>	<u>616,783.83</u>	<u>691,625.00</u>	<u>(74,841.17)</u>
Central Services:				
Salaries	212,036.17	250,441.57	218,600.00	31,841.57
Employee Benefits	33,850.35	35,230.31	39,975.00	(4,744.69)
Property (Equip & Furn)	14,801.55	14,723.86	15,000.00	(276.14)
	<u>260,688.07</u>	<u>300,395.74</u>	<u>273,575.00</u>	<u>26,820.74</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

Schedule 5

Detailed Schedule of General Fund Expenditures
Compared With Appropriations

For the Year Ended June 30, 2015

(With Comparative Actual Totals for the Prior Year Ended June 30, 2014)

	Prior Year Actual	Current Year		Variance Over (Under)
		Actual	Budget	
Expenditures (Cont'd.)				
Operations & Maintenance:				
Salaries	\$ 323,528.84	\$ 321,802.28	\$ 333,235.00	\$ (11,432.72)
Employee Benefits	61,394.50	53,070.19	70,500.00	(17,429.81)
Purchased Property Services	286,304.98	218,881.74	245,000.00	(26,118.26)
Other Purchased Services	127,278.24	107,439.70	140,000.00	(32,560.30)
Supplies	20,416.41	17,605.07	25,000.00	(7,394.93)
Heating	85,177.11	69,531.46	100,000.00	(30,468.54)
Electricity	198,482.73	233,503.98	225,000.00	8,503.98
Property (Equip & Furn)	8,730.39	4,459.02	10,000.00	(5,540.98)
	<u>1,111,313.20</u>	<u>1,026,293.44</u>	<u>1,148,735.00</u>	<u>(122,441.56)</u>
Operating Transfers:				
To At-Risk	876,370.73	817,000.00	847,440.00	(30,440.00)
To Capital Outlay	198,783.09	297,081.69	0.00	297,081.69
To Special Education	1,123,483.00	1,099,362.00	1,645,800.00	(546,438.00)
To Contingency	23,728.00	0.00	0.00	0.00
	<u>2,222,364.82</u>	<u>2,213,443.69</u>	<u>2,493,240.00</u>	<u>(279,796.31)</u>
Adjustment to Comply with Legal Max	<u>0.00</u>	<u>0.00</u>	<u>(723,405.00)</u>	<u>723,405.00</u>
Legal General Fund Budget	<u>7,075,640.40</u>	<u>6,955,447.08</u>	<u>6,755,638.00</u>	<u>199,809.08</u>
Adjustment for Qualifying Budget Credits	<u>0.00</u>	<u>0.00</u>	<u>199,809.08</u>	<u>(199,809.08)</u>
Total Expenditures	<u>\$ 7,075,640.40</u>	<u>\$ 6,955,447.08</u>	<u>\$ 6,955,447.08</u>	<u>\$ 0.00</u>

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

Schedule of Expenditures of Federal Awards
For the Fiscal Year Ended June 30, 2015

Federal Grantor/Pass-Through Grantor Program Title	Agency or Pass-Through Number	Federal CFDA Number
<u>U.S. DEPARTMENT OF EDUCATION</u>		
Passed Through State Department of Education:	DO495	
Title I Grants to LEA's (2014/2015)		84.010
Total Title I Grants to LEA's		
Special Education Grants to States (2013/2014)		84.027
Special Education Grants to States (2014/2015)		84.027
Special Education Title VI-B Discretionary (2013/2014)		84.027
Total Special Education Grants to States		
Special Education-Preschool Grants (2013/2014)		84.173
Special Education-Preschool Grants (2014/2015)		84.173
Total Special Education Preschool Grants		
Improving Teacher Quality State Grants (2014/2015)		84.367
Total Improving Teacher Quality State Grants		
<u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u>		
Coop. Agreements to Promote Adolescent Health (2014/2015)		93.079
Total Coop. Agreements to Promote Adolescent Health		
<u>U.S. DEPARTMENT OF AGRICULTURE</u>		
Passed Through State Department of Education:	DO495	
School Breakfast Program (2014/2015)		10.553
Total School Breakfast Program		
National School Lunch Program (2014/2015)		10.555
Cash for Commodities (Schools) (2014/2015)		10.555
Total National School Lunch Program		
State Administrative Expenses for Child Nutrition (2014/2015)		10.560
Total State Administrative Expenses for Child Nutrition		
TOTAL FEDERAL GRANTS		

See Independent Auditor's Report.

Schedule 6

<u>Program or Award Amount</u>	<u>Beginning Unencumbered Cash Balance</u>	<u>Prior Year Cancelled Encumbrances</u>	<u>Cash Receipts</u>	<u>Expenditures</u>	<u>Ending Unencumbered Cash Balance</u>
\$ 172,810.00	\$ 0.00	\$ 135.64	\$ 172,810.00	\$ 172,945.64	\$ 0.00
	0.00	135.64	172,810.00	172,945.64	0.00
317,013.00	0.00	0.00	317,013.00	317,013.00	0.00
303,515.00	0.00	0.00	0.00	0.00	0.00
22,228.00	0.00	0.00	22,228.00	22,228.00	0.00
	0.00	0.00	339,241.00	339,241.00	0.00
9,828.00	0.00	0.00	9,828.00	9,828.00	0.00
9,820.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	9,828.00	9,828.00	0.00
50,404.00	0.00	0.00	50,404.00	50,404.00	0.00
	0.00	0.00	50,404.00	50,404.00	0.00
100.00	0.00	0.00	100.00	100.00	0.00
	0.00	0.00	100.00	100.00	0.00
\$ 71,301.40	\$ 0.00	\$ 0.00	\$ 71,301.40	\$ 71,301.40	\$ 0.00
	0.00	0.00	71,301.40	71,301.40	0.00
231,652.64	0.00	0.00	231,652.64	231,652.64	0.00
28,954.78	0.00	0.00	28,954.78	28,954.78	0.00
	0.00	0.00	260,607.42	260,607.42	0.00
100.00	0.00	0.00	100.00	100.00	0.00
	0.00	0.00	100.00	100.00	0.00
	\$ 0.00	\$ 135.64	\$ 904,391.82	\$ 904,527.46	\$ 0.00

See Independent Auditor's Report.

UNIFIED SCHOOL DISTRICT NUMBER 495

Larned, Kansas

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

For the year ended June 30, 2015

NOTE A. BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the schedule) includes the federal grant activity of Unified School District Number 495 under programs of the federal government for the year ended June 30, 2015. The information in this schedule is presented in accordance with the requirements of the Office of Management and Budget (OMB) Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Because the Schedule presents only a select portion of the operations of Unified School District Number 495, it is not intended to and does not present the financial position, changes in net assets or cash flows of Unified School District Number 495.

NOTE B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Expenditures reported on the Schedule are reported on the regulatory basis of accounting as described in the *Kansas Municipal Audit and Accounting Guide* (KMAAG). The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligations against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt assignment to a fund, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than mentioned above. Expenditures as reported on the Schedule are recognized under the basis described above and follow the cost principles contained in OMB Circular regarding *Cost Principles* wherein certain types of expenditures are not allowed or are limited as to reimbursement. Negative amounts shown on the Schedule represent adjustments or credits made in the normal course of business to amounts reported as expenditures in prior years. Pass-through entity identifying numbers are presented where available.

NOTE C. SUBRECIPIENTS

Unified School District Number 495 did not provide federal awards to subrecipients for the year ended June 30, 2015.

SPECIAL REPORTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Board of Education
Unified School District Number 495
Larned, Kansas

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statement of Unified School District Number 495 as of and for the year ended June 30, 2015, and the related notes to the financial statements, which collectively comprise Unified School District Number 495's regulatory basis financial statements, and have issued our report thereon dated February 3, 2016. Unified School District Number 495 prepares its financial statements on a regulatory basis of accounting which demonstrates compliance with *Kansas Municipal Audit and Accounting Guide* which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered Unified School District Number 495's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of Unified School District Number 495's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District Number 495's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that material misstatements of the entity's financial statement will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose describe in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether Unified School District Number 495's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Apler & Luedert, Chartered

Ottawa, Kansas
February 3, 2016

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133

Board of Education
Unified School District Number 495
Larned, Kansas

Report on Compliance for Each Major Federal Program

We have audited Unified School District Number 495's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of Unified School District Number 495's major federal programs for the year ended June 30, 2015. Unified School District Number 495's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of Unified School District Number 495's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Unified School District Number 495's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on Unified School District Number 495's compliance.

Opinion on Each Major Federal Program

In our opinion, Unified School District Number 495 complied in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs for the year ended June 30, 2015.

Report on Internal Control over Compliance

Management of Unified School District Number 495 is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered Unified School District Number 495's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing an opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with *OMB Circular A-133*, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Unified School District Number 495's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. A *material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose describe in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based upon requirements of *OMB Circular A-133*. Accordingly, this report is not suitable for any other purpose.

Apler & Goedert, Chartered

Ottawa, Kansas
February 3, 2016

UNIFIED SCHOOL DISTRICT NUMBER 495
Larned, Kansas

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
For the Year Ended June 30, 2015

SUMMARY OF AUDITOR'S RESULTS

Financial Statements

Type of auditor's report issued: **Unmodified**

Internal control over financial reporting:

Material weakness(es) identified? **No**

Significant deficiencies identified not considered to be material weaknesses: **No**

Noncompliance material to financial statements noted? **No**

Federal Awards

Internal control over major programs:

Material weakness(es) identified? **No**

Significant deficiencies identified not considered to be material weaknesses: **No**

Type of auditor's report issued on compliance for major programs: **Unmodified**

Any audit findings disclosed that are required to be reported in accordance with
OMB Circular A-133, Section .510(a)? **No**

Identification of major programs:

<u>CFDA Number(s)</u>	<u>Name of Federal Program or Cluster</u>	<u>Amount</u>
84.010	Title I	\$ 172,946
10.553	School Breakfast	71,301
10.555	School Lunch	231,653
10.555	Cash for Commodities	28,955

Dollar threshold used to distinguish between Type A and Type B programs **\$ 300,000**

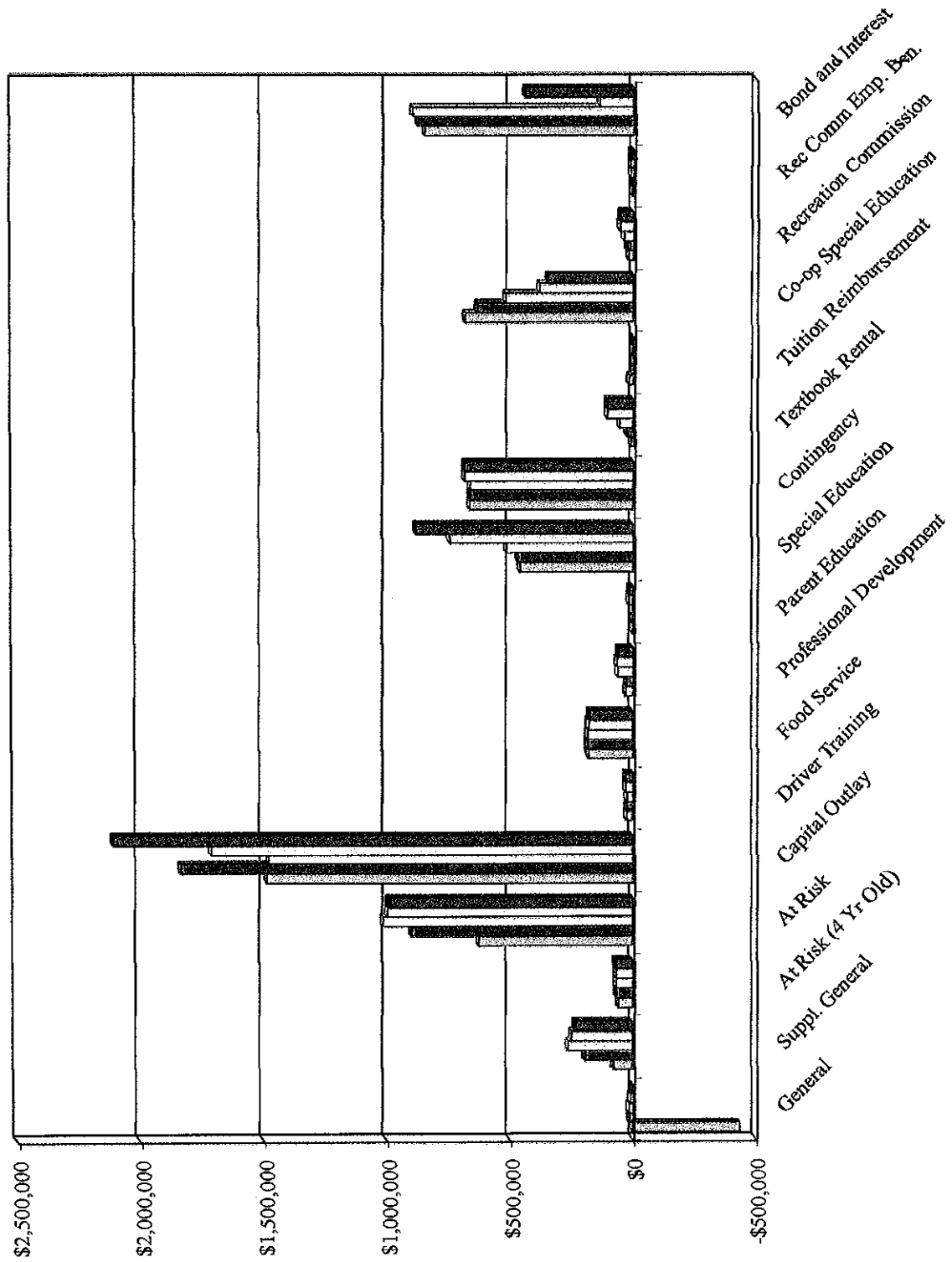
Auditee qualified as a low-risk auditee? **No**

Schedule of Findings and Questioned Costs
Under Government Auditing Standards
No findings

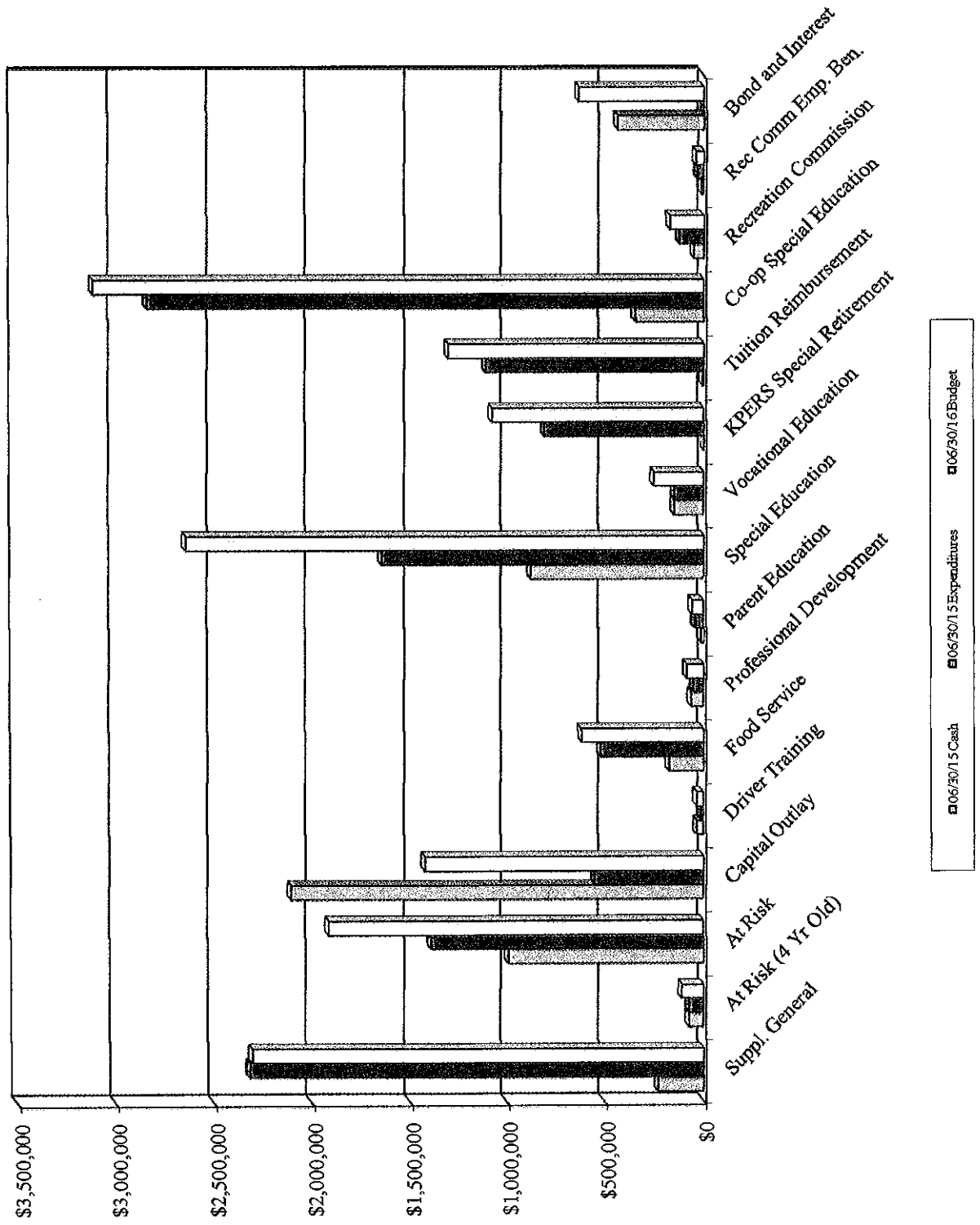
Schedule of Findings and Questioned Costs
Under OMB Circular A-133
No findings

GRAPHS

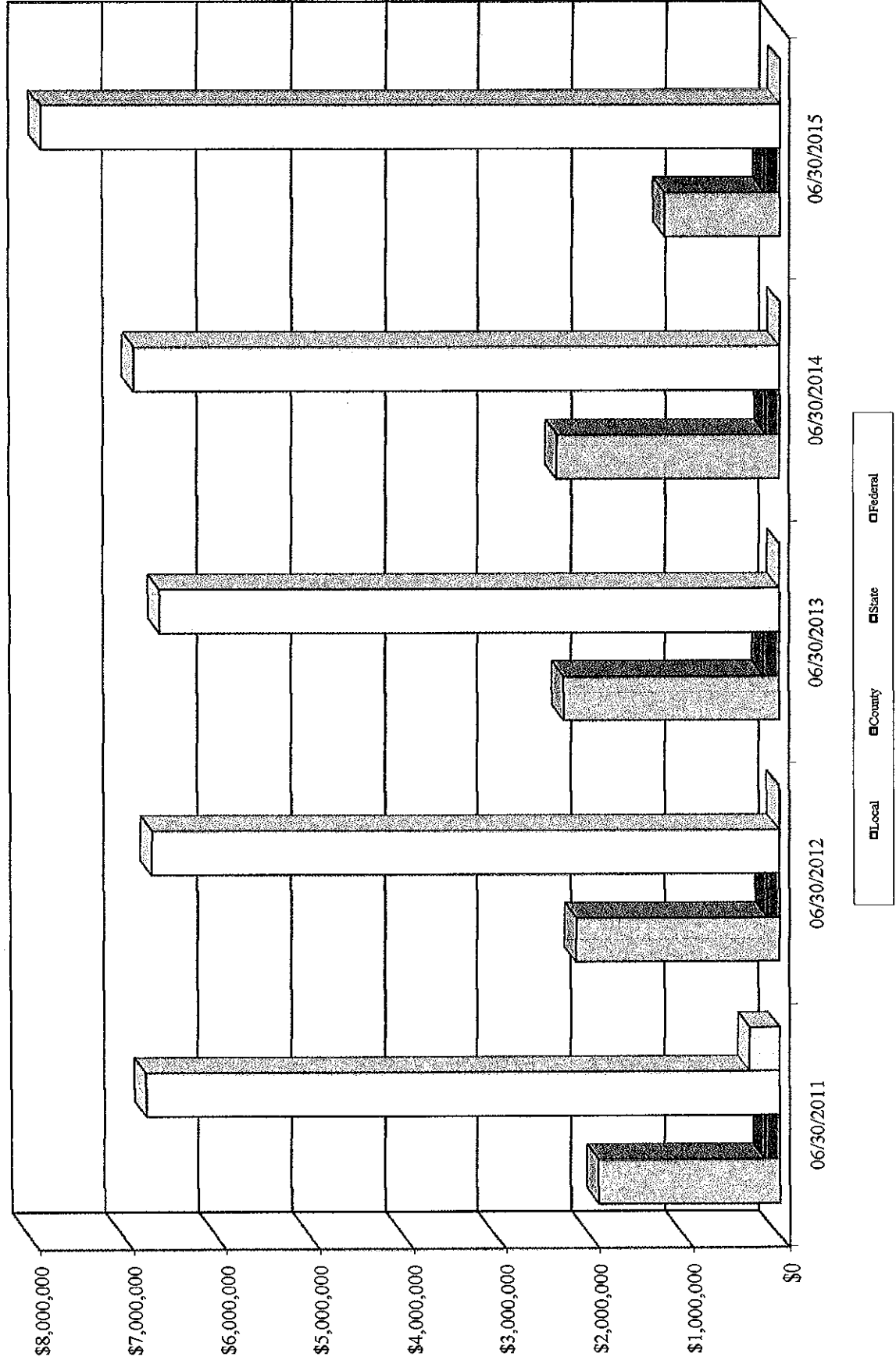
Unified School District No. 495
Larned, Kansas
Unencumbered Cash Balances - Selected Funds



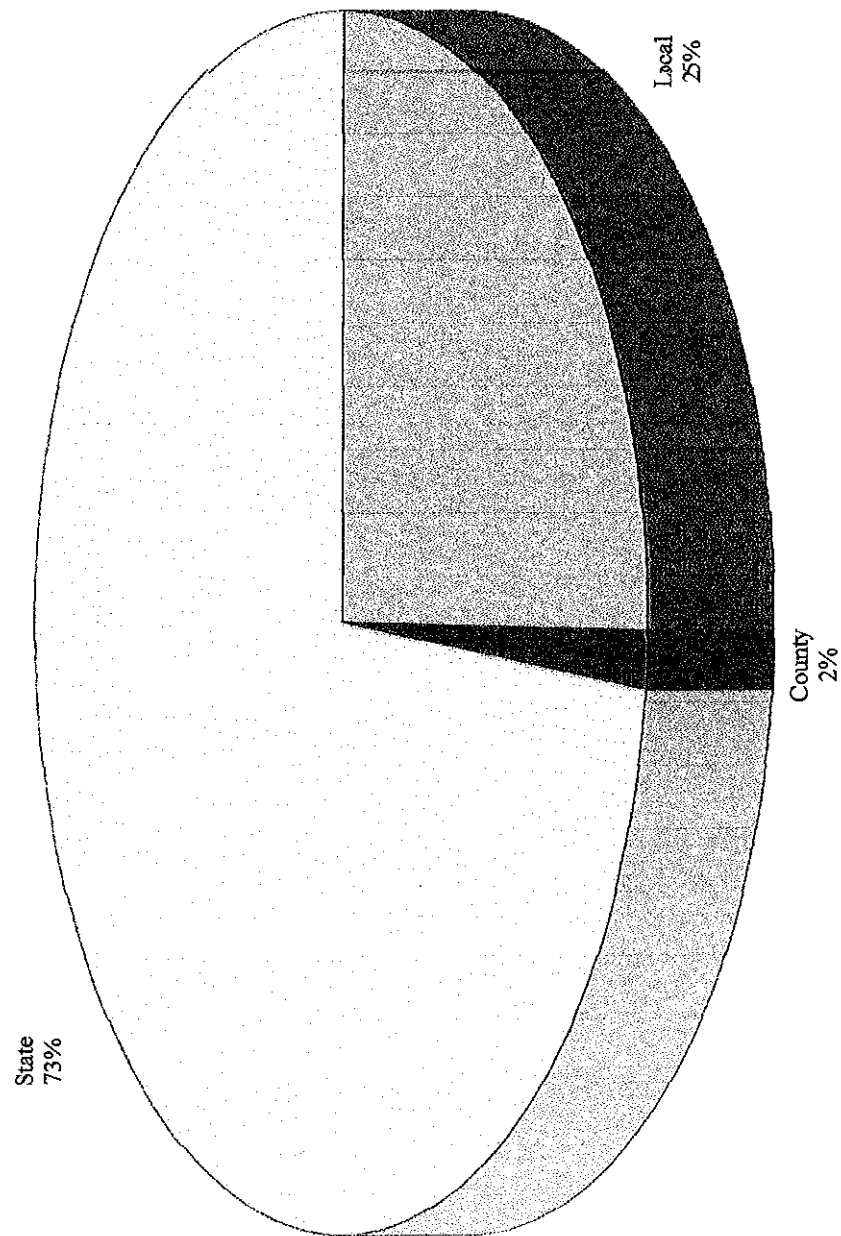
Unified School District No. 495
Larned, Kansas
Unencumbered Cash Compared to Expenditures - Selected Funds



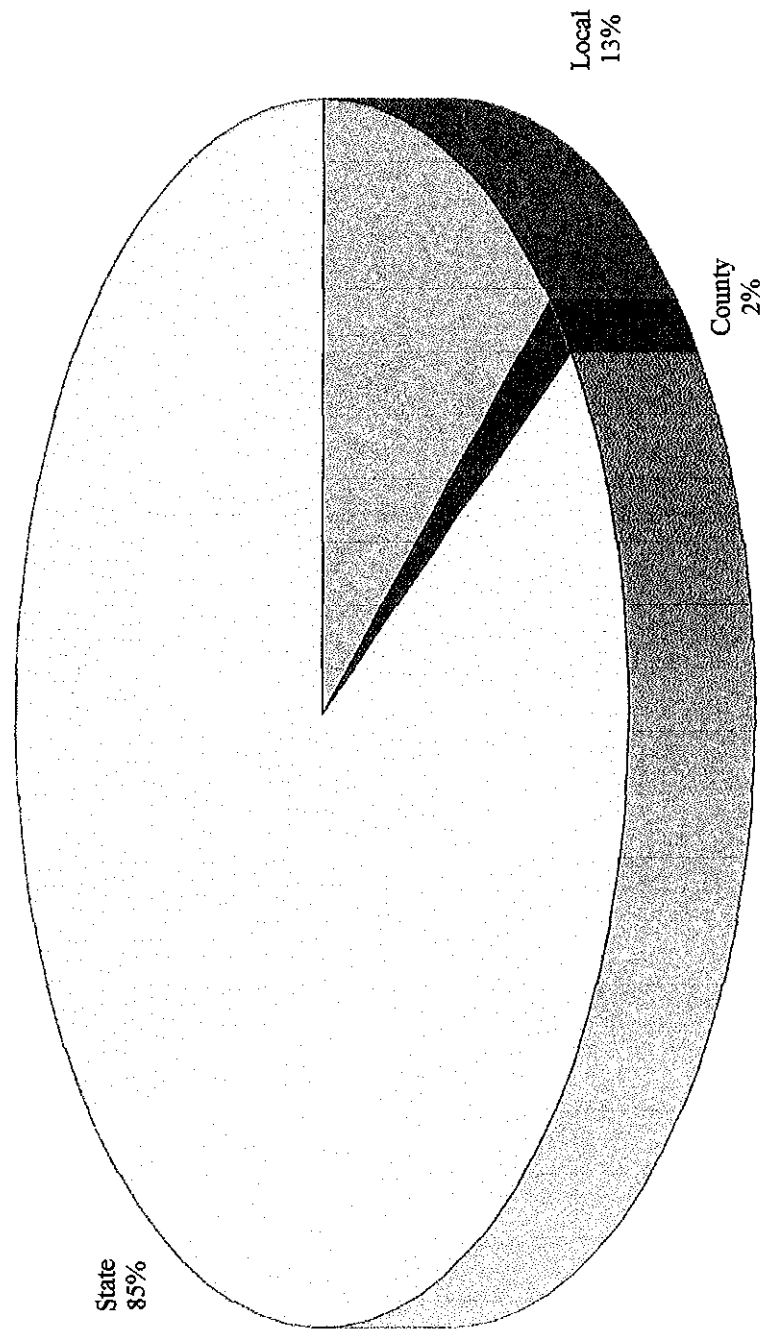
Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Receipts



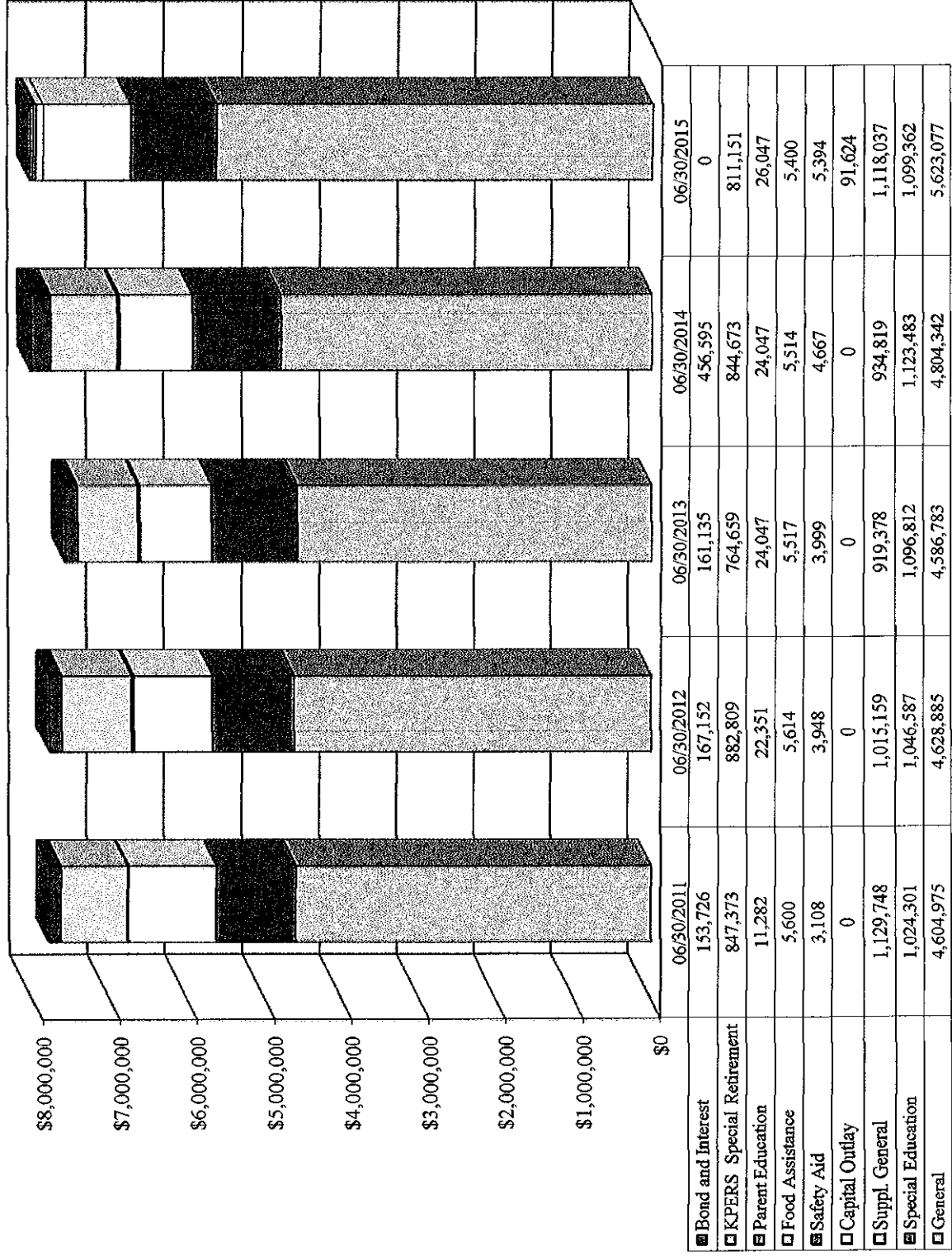
Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Receipts
June 30, 2014



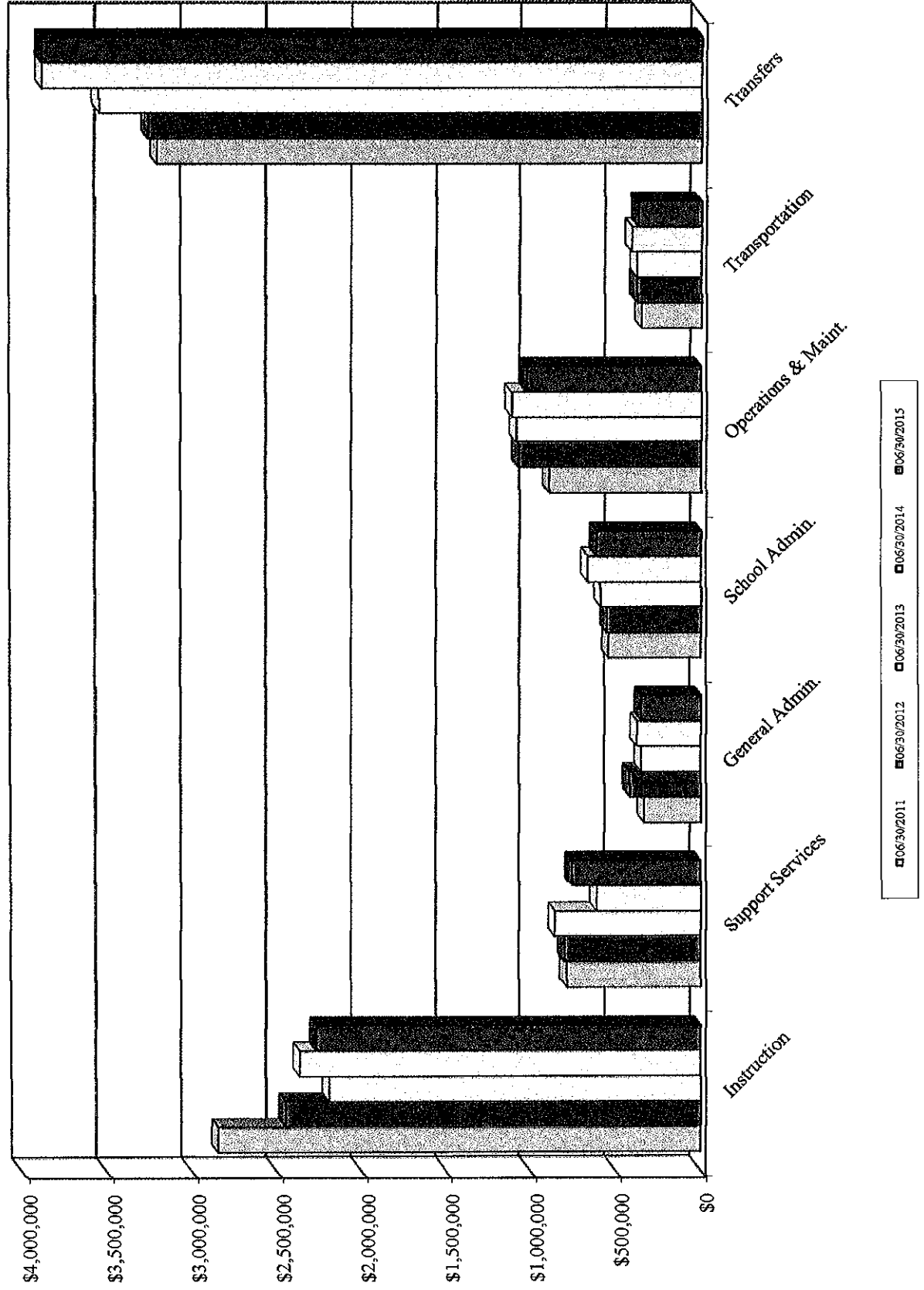
**Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Receipts
June 30, 2015**



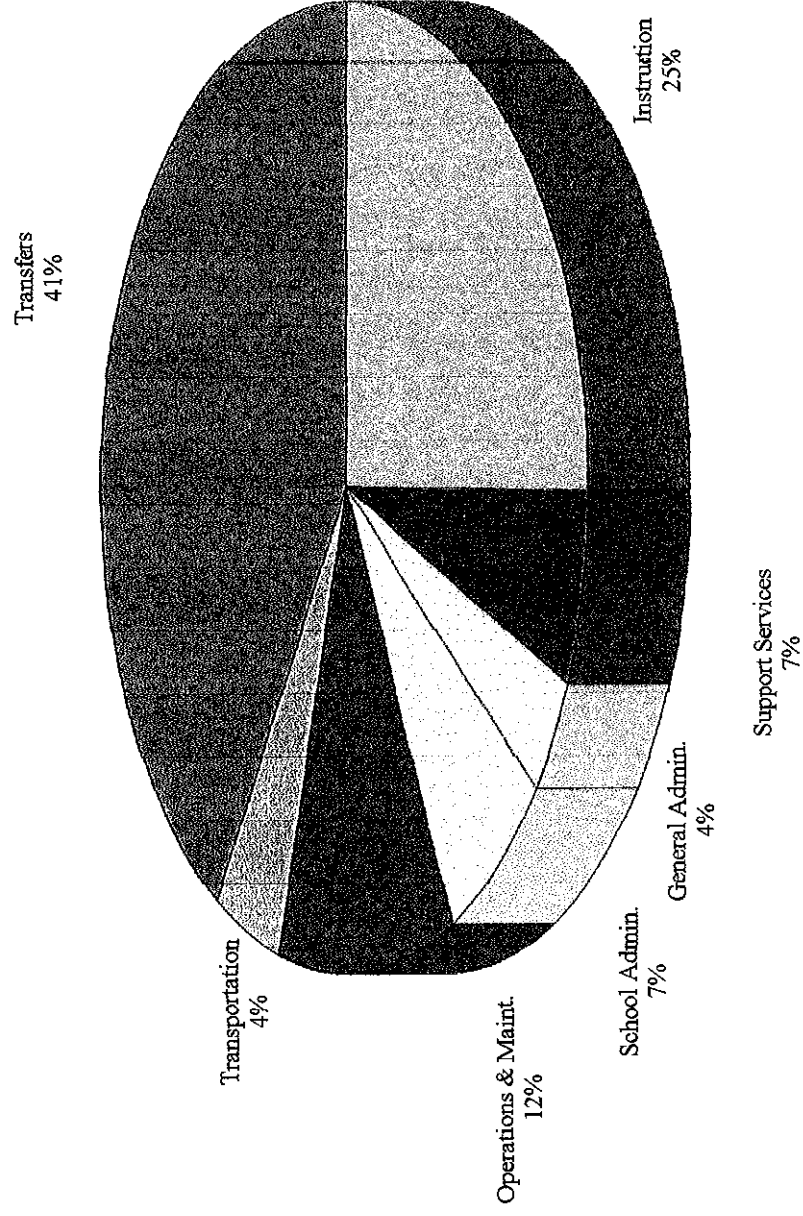
**Unified School District No. 495
Larned, Kansas
State Aid**



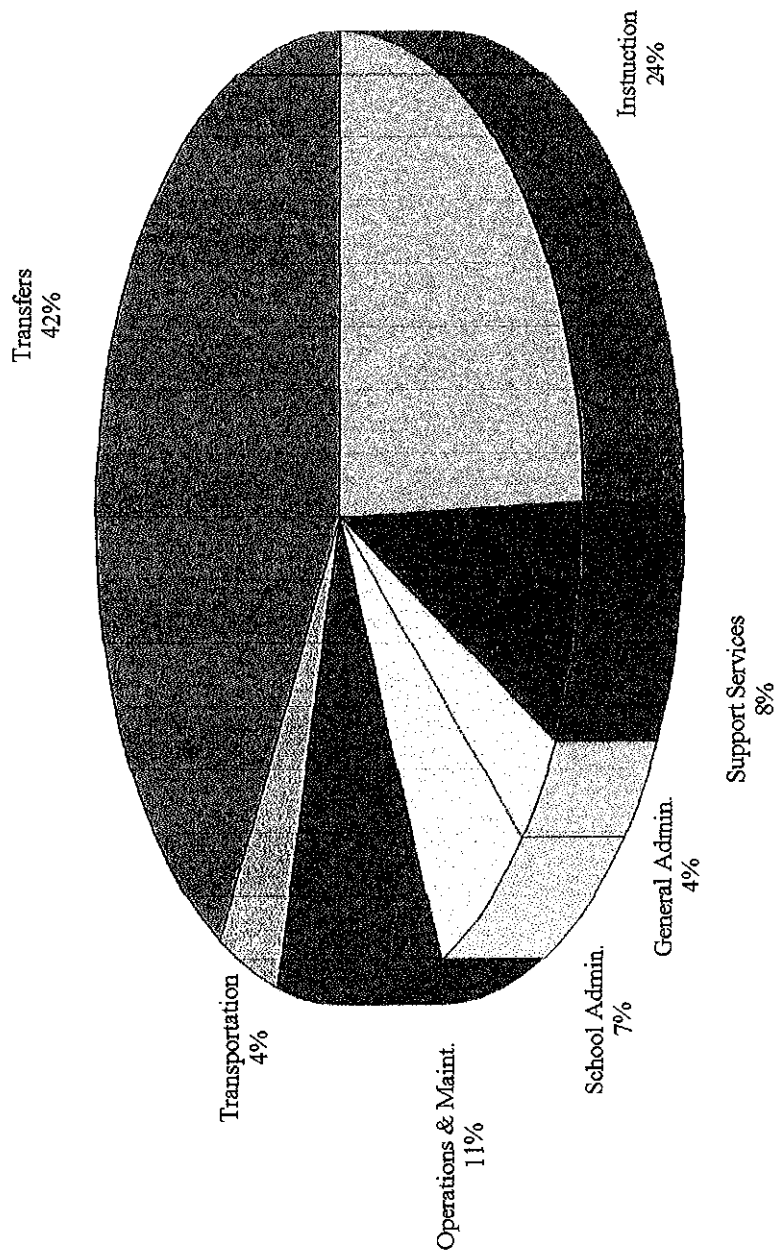
**Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Expenditures**



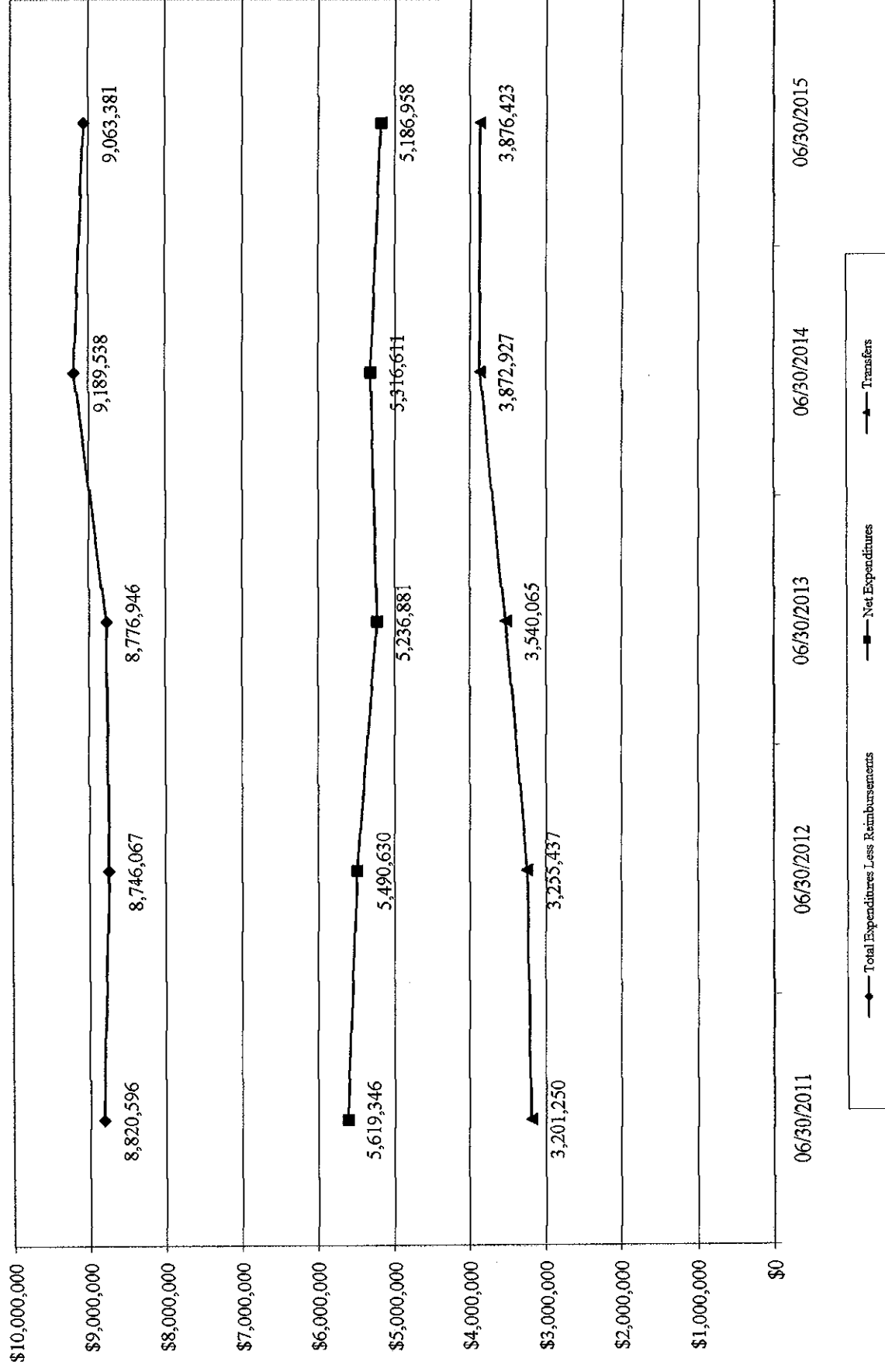
**Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Expenditures
June 30, 2014**



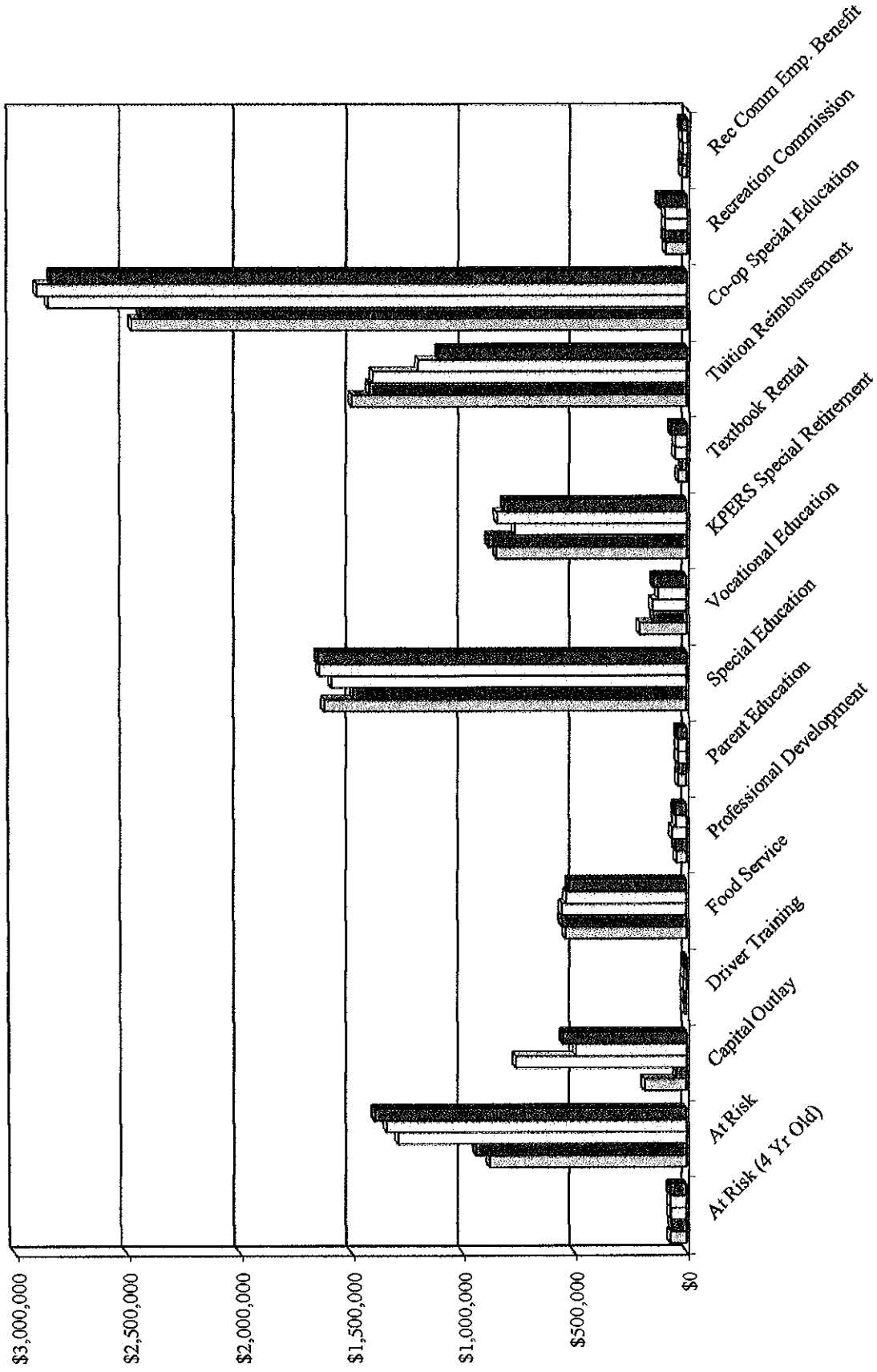
Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Expenditures
June 30, 2015



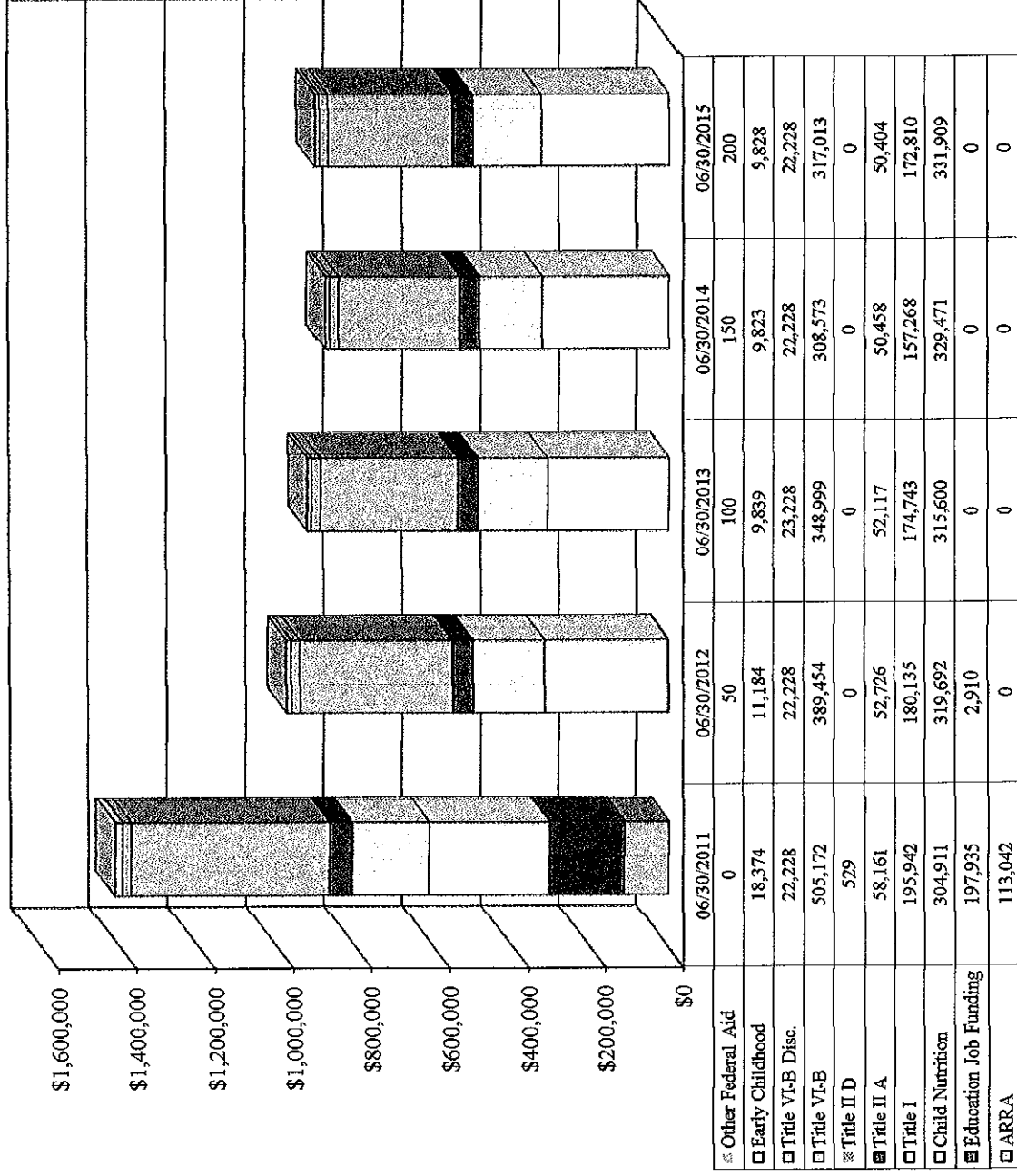
Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund Expenditures



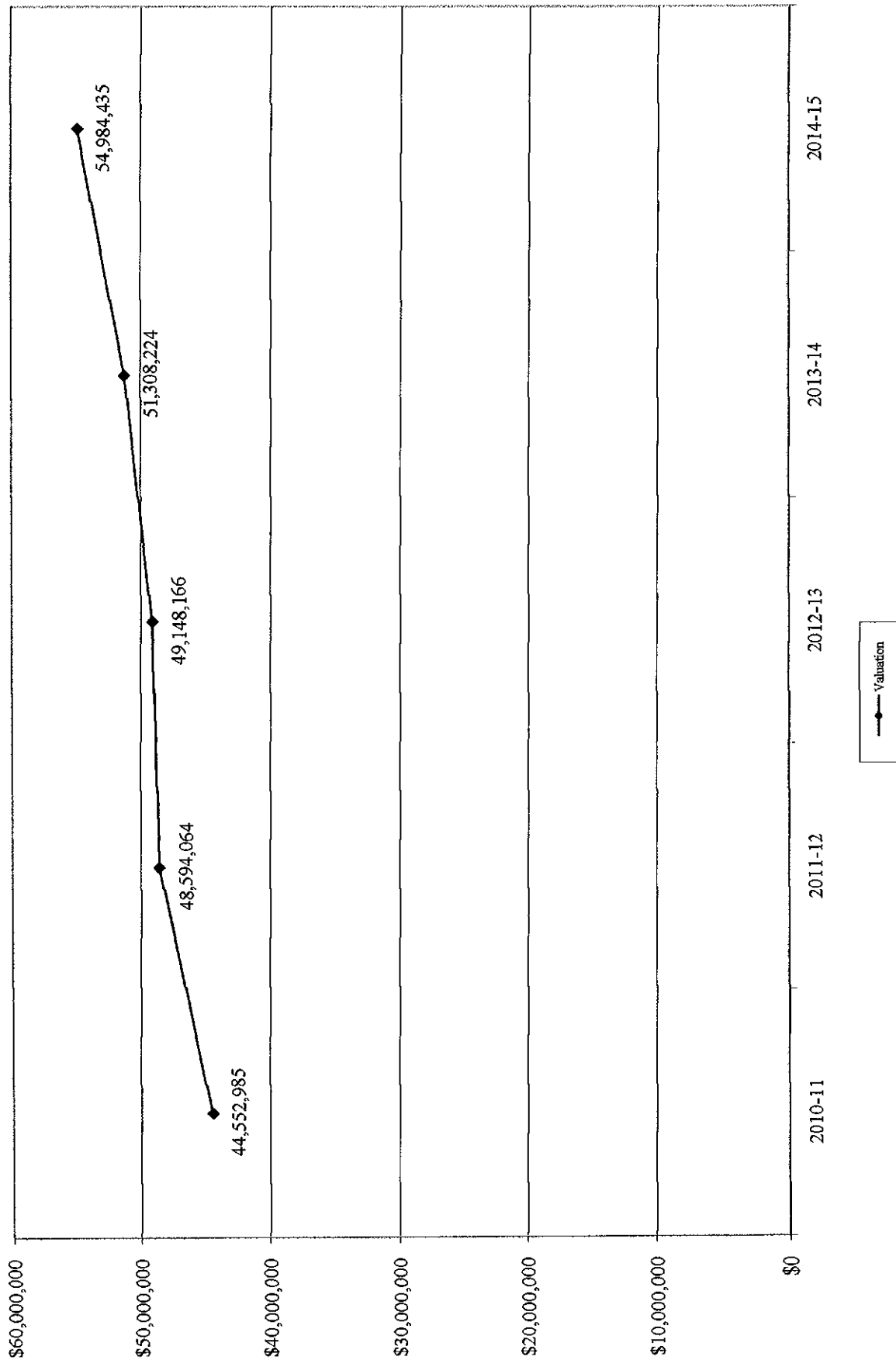
Unified School District No. 495
Larned, Kansas
Special Purpose Fund Expenditures - Selected Funds



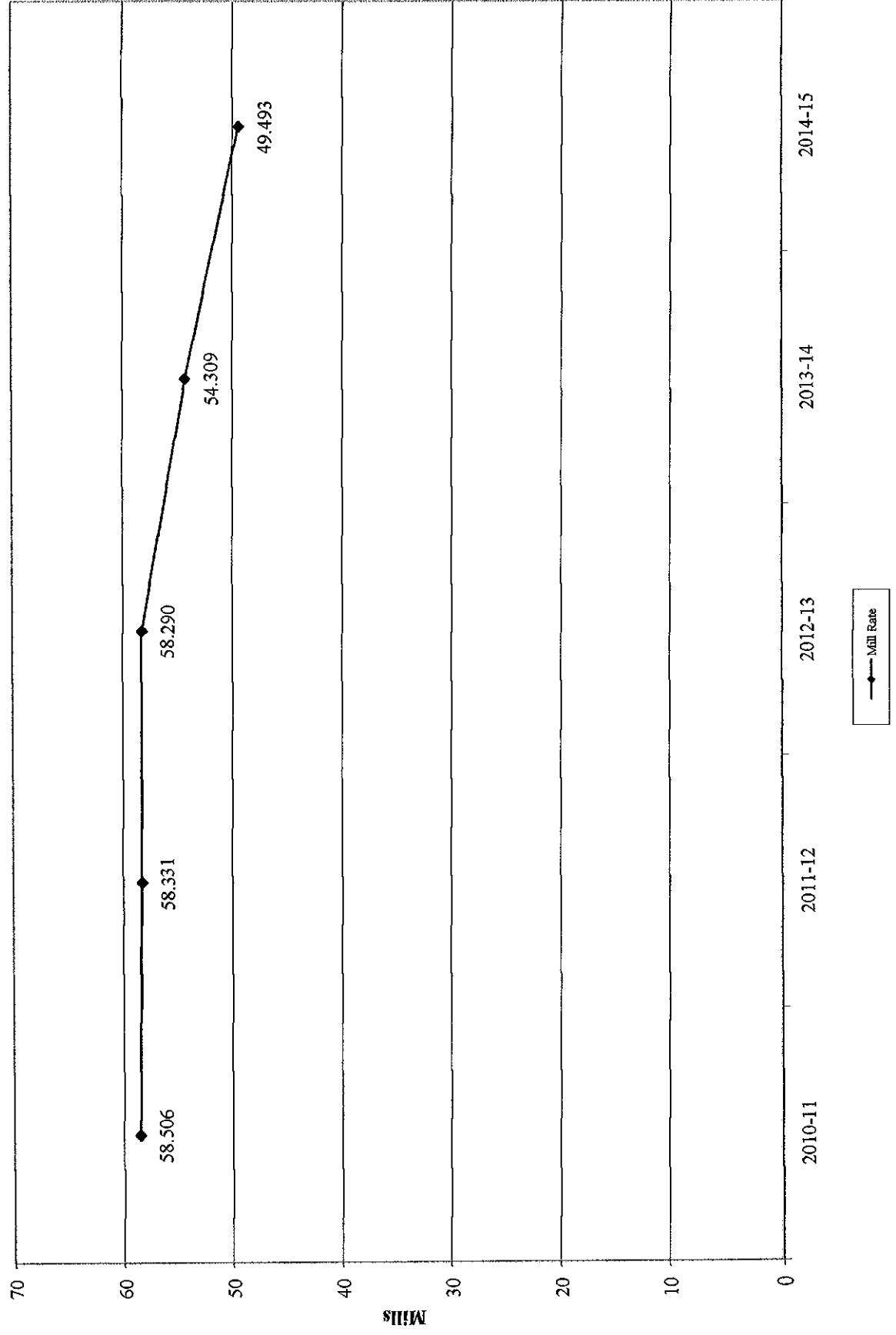
**Unified School District No. 495
Larned, Kansas
Federal Aid**



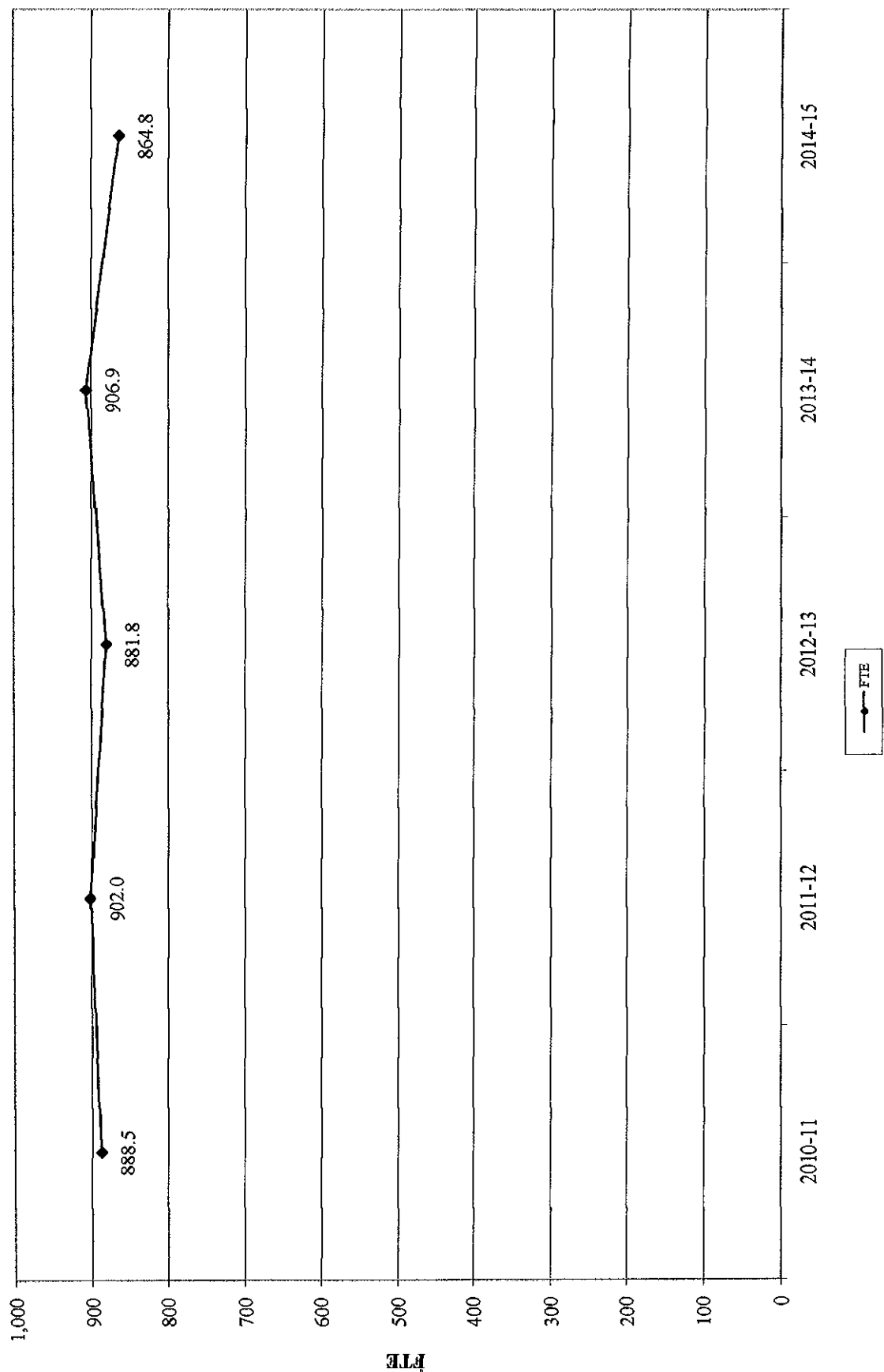
**Unified School District No. 495
Larned, Kansas
Valuation**



Unified School District No. 495
Larned, Kansas
Mill Rate



Unified School District No. 495
Larned, Kansas
FTE



**Unified School District No. 495
Larned, Kansas
General & Supplemental General Fund
Expenditures per Pupil**

